Deutsche Telekom

Interim Group Report
Q1 2025
January 1 to March 31

Connecting your world.

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In the interest of clarity, we have tended to avoid using a combination of pronouns such as "he/she/they," etc. with regard to gender. All references to individuals refer equally to all genders.

Deutsche Telekom at a glance

millions of €

		Q1 2025	Q1 2024	Change %	FY 2024
Revenue and earnings					
Net revenue		29,755	27,942	6.5	115,769
Of which: domestic	%	22.4	24.1		23.7
Of which: international	%	77.6	75.9		76.3
Service revenue		24,957	23,485	6.3	96,537
EBITDA		12,779	11,760	8.7	50,304
EBITDA (adjusted for special factors)		12,895	12,057	6.9	49,423
EBITDA AL		11,173	10,156	10.0	43,815
EBITDA AL (adjusted for special factors)		11,297	10,473	7.9	43,021
EBITDA AL margin (adjusted for special factors)	%	38.0	37.5		37.2
Profit (loss) from operations (EBIT)		6,766	5,686	19.0	26,277
Net profit (loss)		2,845	1,982	43.5	11,209
Net profit (loss) (adjusted for special factors)		2,442	2,238	9.1	9,397
Earnings per share (basic and diluted)	€	0.58	0.40	45.7	2.27
Adjusted earnings per share (basic and diluted)	€	0.50	0.45	10.8	1.90
Statement of financial position					
Total assets		304,980	295,222		304,934
Shareholders' equity		97,776	93,213		98,640
Equity ratio	%	32.1	31.6		32.3
Net debt [a]		131,940	133,116		137,327
Cash flows					
Net cash from operating activities		11,172	9,614	16.2	39,874
Cash capex		(4,480)	(4,718)	5.0	(19,171)
Cash capex (before spectrum investment)		(4,343)	(4,661)	6.8	(15,962)
Free cash flow (before dividend payments and spectrum investment)		6,858	4,986	37.5	24,102
Free cash flow AL (before dividend payments and spectrum investment)		5,650	3,708	52.4	19,156
Net cash (used in) from investing activities		(5,341)	(4,630)	(15.3)	(18,900)
Net cash (used in) from financing activities		3,095	(1,552)	n.a.	(20,282)

[a] Including net debt reported under assets and liabilities directly associated with non-current assets and disposal groups held for sale.

millions

	Mar. 31, 2025	Dec. 31, 2024	Change Mar. 31, 2025/ Dec. 31, 2024 %	Mar. 31, 2024	Change Mar. 31, 2025/ Mar. 31, 2024 %
Fixed-network and mobile customers					
Mobile customers [a]	259.9	261.4	(0.6)	255.8	1.6
Fixed-network lines	25.2	25.2	(0.3)	25.3	(0.6)
Broadband customers [b]	22.4	22.3	0.3	22.1	1.5

[a] Including T-Mobile US wholesale customers.
[b] Excluding wholesale.

The figures shown in this report were rounded in accordance with standard business rounding principles. However, changes were calculated on the basis of non-rounded values. As a result, the total indicated may not be equal to the precise sum of the individual figures.

For information on the development of business in our operating segments, please refer to the section "Development of business in the operating segments" in the interim Group management report and in the IR back-up on our Investor Relations website.

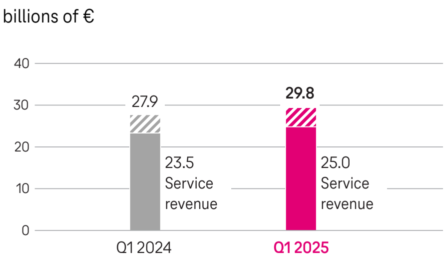
For information on our performance indicators and alternative performance measures, please refer to the section "Management of the Group" in the 2024 combined management report (2024 Annual Report) and to our Investor Relations website.

To our shareholders

Development of selected financial data

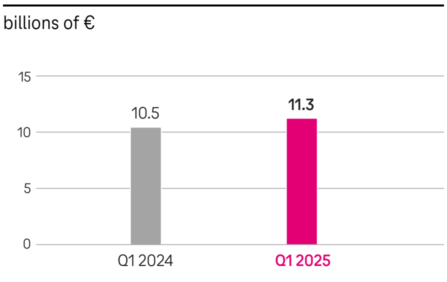
Net revenue, service revenue

- Net revenue increased by 6.5 % to EUR 29.8 billion. In organic terms, net revenue increased by 3.8 %. Service revenue was up 6.3 % to EUR 25.0 billion. In organic terms, net revenue increased by 3.5 %.
- Revenue in the Germany segment decreased by 1.3 % on account of lower terminal equipment sales. High-value service revenue grew by 1.4 %.
- Revenue in the United States segment increased by 9.9 %, in part due to the positive development of service and terminal equipment revenue.
- Revenue in our Europe segment grew by 3.2 % on account of higher service revenue.
- Revenue in the Systems Solutions segment was up 1.7 %, on the back of growth in the Digital and Road Charging areas.



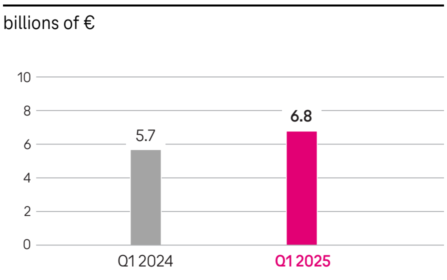
EBITDA AL (adjusted for special factors)

- Adjusted EBITDA AL grew by 7.9 % to EUR 11.3 billion. In organic terms, it increased by 5.3 %.
- Adjusted EBITDA AL in the Germany segment increased by 2.3 %, driven by high-value service revenue growth and enhanced cost efficiency.
- Adjusted EBITDA AL in the United States segment grew by 10.0 % due to higher service and terminal equipment revenues.
- Adjusted EBITDA AL in the Europe segment grew by 6.7 % due to a positive net margin.
- In the Systems Solutions segment, adjusted EBITDA AL increased by 4.4 % due to revenue growth in the Digital and Road Charging areas.
- The adjusted EBITDA AL margin improved by 0.5 percentage points to 38.0 %. The adjusted EBITDA AL margin was 42.4 % in the Germany segment, 38.5 % in the United States segment, and 37.4 % in the Europe segment.



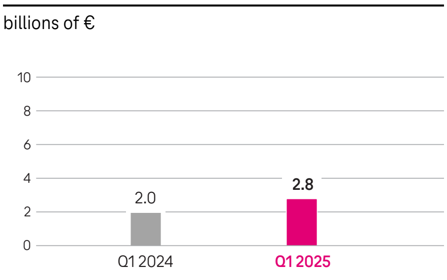
Profit/loss from operations (EBIT)

- EBIT increased substantially by 19.0 % to EUR 6.8 billion.
- Special factors were down by EUR 0.2 billion, and had an impact of EUR -0.1 billion on EBITDA AL. Special factors in the prior-year period included costs associated with the integration of Sprint.
- EBITDA AL also increased substantially, by 10.0 % to EUR 11.2 billion.
- At EUR 6.0 billion, depreciation, amortization and impairment losses were slightly less than in the prior-year period, mainly due to lower depreciation and amortization in the United States segment.



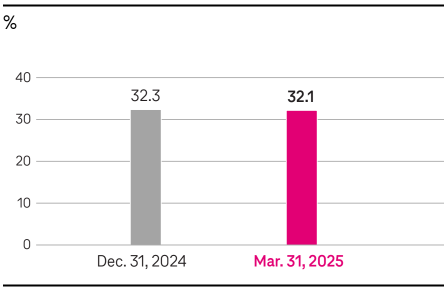
Net profit

- Net profit increased substantially by 43.5 % to EUR 2.8 billion.
- Loss from financial activities decreased from EUR -1.4 billion to EUR -0.9 billion, mainly as a result of the reversals of impairment losses on our investments in GD Towers in the amount of EUR 0.4 billion and in GlasfaserPlus in the amount of EUR 0.2 billion.
- Tax expense increased by EUR 0.3 billion to EUR 1.5 billion.
- Profit attributable to non-controlling interests increased by EUR 0.3 billion to EUR 1.5 billion; this increase was primarily attributable to the United States segment.
- Adjusted earnings per share rose from EUR 0.45 to EUR 0.50.



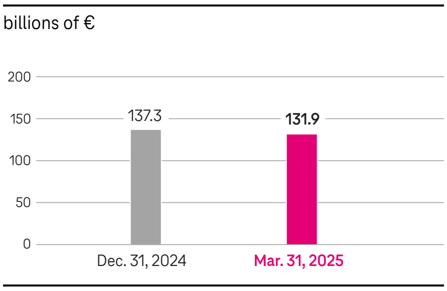
Equity ratio

- The equity ratio decreased by 0.2 percentage points to 32.1 %. Shareholders' equity decreased by EUR 0.9 billion to EUR 97.8 billion, while total assets/total liabilities held steady at EUR 305.0 billion.
- Shareholders' equity was reduced in particular by transactions with owners (EUR 2.4 billion), mainly in connection with T-Mobile US' share buy-back program, as well as other comprehensive income (EUR 2.0 billion), T-Mobile US' dividend payments (EUR 0.5 billion), and by Deutsche Telekom AG's share buy-backs (EUR 0.4 billion).
- Profit in particular had an increasing effect on shareholders' equity (EUR 4.3 billion).



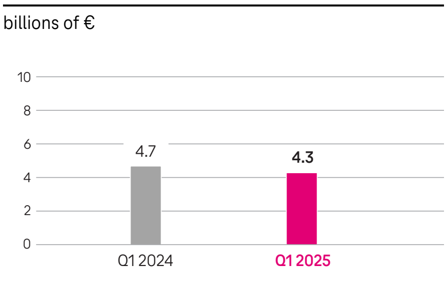
Net debt [a]

- Net debt decreased by EUR 5.4 billion to EUR 131.9 billion.
- The main factors reducing net debt were free cash flow (before dividend payments and spectrum investment) of EUR 6.9 billion and exchange rate effects (EUR 4.2 billion).
- Net debt increased in particular due to the share buy-back program at T-Mobile US (EUR 2.4 billion). Additions to lease liabilities and to right-of-use assets (EUR 0.8 billion) and corporate transactions (EUR 0.8 billion) also had an increasing effect.



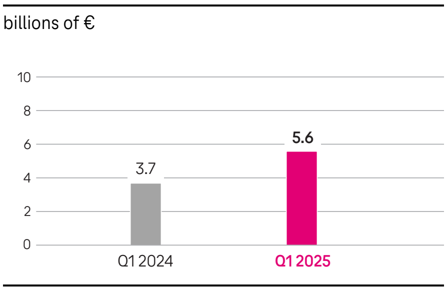
Cash capex (before spectrum investment)

- Cash capex (before spectrum investment) decreased from EUR 4.7 billion to EUR 4.3 billion.
- Cash capex in the Germany segment decreased by EUR 0.2 billion, mainly on account of the timing of the allocation of investments in the fiber build-out. In the United States segment, cash capex decreased by EUR 0.1 billion.
- Cash capex (including spectrum investment) decreased from EUR 4.7 billion to EUR 4.5 billion. In the reporting period, payments totaling EUR 0.1 billion were made for mobile spectrum licenses in the United States and Europe operating segments. In the prior-year period, EUR 0.1 billion was paid for mobile spectrum licenses in the United States segment.



Free cash flow AL (before dividend payments and spectrum investment)

- Free cash flow AL was up by EUR 1.9 billion to EUR 5.6 billion.
- Free cash flow AL was positively affected by the strong development of the operating business, lower cash capex (before spectrum investment), lower costs associated with the integration of Sprint in the United States, and lower tax payments.
- By contrast, higher net interest payments had a decreasing effect.



For a reconciliation for the organic development of key figures for the prior-year period, please refer to the section "Additional information."

For further information, please refer to the sections "Development of business in the Group" and "Development of business in the operating segments" in the interim Group management report, and to the IR back-up on our Investor Relations website.

For further information on our performance indicators and alternative performance measures, please refer to the section "Management of the Group" in the 2024 combined management report (2024 Annual Report) and to our Investor Relations website.

[a] Including net debt reported under assets and liabilities directly associated with non-current assets and disposal groups held for sale.

Highlights

For further media information releases, please refer to our website.

For comprehensive information on the T-Share, please visit our Investor Relations website.

Developments at senior management level

On January 27, 2025, the Supervisory Board resolved to reappoint Timotheus Höttges as **Chair of the Board of Management** prematurely for the period from February 1, 2025 until December 31, 2028. In the same meeting, the Supervisory Board approved the termination of Srini Gopalan's Board position effective February 28, 2025, and appointed Rodrigo Diehl to the Board of Management as the member responsible for the **Germany Board department** for the period from March 1, 2025 to February 29, 2028.

For further information, please refer to our media report.

Guidance raised for the 2025 financial year

We are raising our guidance for adjusted EBITDA AL and free cash flow AL of the Group for the 2025 financial year. Instead of around EUR 44.9 billion, we now expect to post adjusted EBITDA AL of around EUR 45.0 billion. Instead of the previous level of around EUR 19.9 billion, we now expect to post free cash flow AL of around EUR 20.0 billion.

Transactions

Deutsche Telekom AG's share buy-back program. Since January 3, 2025, Deutsche Telekom AG has been buying back shares as part of a buy-back program. The buy-back of up to a total volume of EUR 2 billion will be carried out in several tranches through December 31, 2025. As of March 31, 2025, Deutsche Telekom AG had bought back around 13 million shares with a total volume of EUR 0.4 billion.

For further information on the 2025 share buy-back program, please refer to our Investor Relations website.

T-Mobile US' 2025 shareholder return program. On December 13, 2024, T-Mobile US announced a USD 14 billion shareholder return program comprising share buy-backs and dividends to be paid out, due to run through December 31, 2025. In the first quarter of 2025, T-Mobile US bought back around 10 million shares with a total volume of USD 2.5 billion (EUR 2.4 billion) and paid out a cash dividend of USD 1.0 billion (EUR 1.0 billion).

Deutsche Telekom's sales plan for T-Mobile US shares. On March 14, 2025, Deutsche Telekom announced plans to sell a portion of its T-Mobile US share portfolio on the market in the period from June to September 2025, without jeopardizing its own majority ownership position in T-Mobile US. The precise number of T-Mobile US shares that Deutsche Telekom plans to sell is yet to be decided.

Acquisition of Vistar Media in the United States. On February 3, 2025, T-Mobile US consummated the acquisition of Vistar Media, a provider of technology solutions for digital out-of-home advertisements. All necessary regulatory approvals had been duly granted and all other closing conditions met.

Acquisition of Blis in the United States. On March 3, 2025, T-Mobile US consummated the acquisition of Blis, a provider of advertising solutions. All necessary regulatory approvals had been duly granted and all other closing conditions met.

Acquisition of Lumos in the United States. On April 1, 2025, T-Mobile US consummated the acquisition of the fiber-to-the-home platform Lumos as part of a joint venture. All necessary regulatory approvals had been duly granted and all other closing conditions met.

For further information on these transactions, please refer to the sections "Development of business in the Group" and "Group organization, strategy, and management" and to the interim Group management report, and the sections "Changes in the composition of the Group and other transactions" and "Other transactions that had no effect on the composition of the Group" in the interim consolidated financial statements.

Network build-out

Germany. As of the end of March 2025, our 5G network was available to 98.3 % of the German population, and a total of 10.5 million households and companies can subscribe to a fiber-optic line with us.

Europe. As of the end of March 2025, our national companies covered on average 79.0 % of the population in our European footprint with 5G, and a total of 10.4 million households can access our fiber-optic network offering gigabit speeds.

Events

Mobile World Congress (MWC) 2025. At MWC in Barcelona from March 3 to 6, 2025, we spotlighted technologies and innovations in the worlds of artificial intelligence (AI) and connectivity under the headline theme “Shaping technology for all.” The centerpieces of our stand were our AI phone and further products and services with Magenta AI.

For further information, please refer to our media special.

Cooperations, partnerships, and major deals

Fiber-optic cooperations. In the first quarter of 2025, we entered into further fiber cooperations with regional public utility companies. These include an agreement with Stadtnetz Bamberg, the regional provider for the city of Bamberg, on the rollout of fiber to over 50 thousand households and business locations city-wide over the coming years. The first households are expected to benefit from the joint coverage within a matter of months.

T-Systems builds toll system. T-Systems Road User Services GmbH, together with the French electronics and automation company Grenobloise d’Electronique et d’Automatismes (GEA), has won the contract to set up and operate a satellite-based system for truck tolling on the north-south axis in Alsace. The client is the administration of the Alsace region, the European Community of Alsace (Collectivité Européenne d’Alsace). The contract has a term of eight and a half years.

For further information, please refer to our media report.

Products, rate plans, and services

AI for enterprises. T-Systems has added AI Foundation Services to its product portfolio. These services provide companies with a private and secure development, testing, and production environment that meets the strictest data security and privacy requirements. AI models and services are pre-configured, ready for immediate use, and form the basis for enterprise-wide scaling of AI solutions across different business units and regions.

For further information, please refer to our media report.

Telekom Unlimited – new mobile rate plans with unlimited data. Our new Unlimited rate plans have been available to subscribe to in Germany since April 1, 2025. Customers with the MagentaMobil M and L rate plans already benefit from the double Unlimited effect from the very first additional SIM card – the main and additional SIM cards automatically come with unlimited data, and the same goes for every additional SIM card on top. Customers who have both a fixed-network and mobile contract with us get the double Unlimited effect starting from the S rate plan.

Magenta Moments with Perplexity Pro. Our aim is for everyone to be able to get to know and experience the advantages of AI. For this reason we offer our consumers access to the AI search engine Perplexity Pro as part of our Magenta Moments loyalty program. In Germany, the access to the AI tool can be activated in the MeinMagenta app free of charge for one year. Our national companies in, e.g., Austria, Croatia, and Poland are also continually rolling out Perplexity for their customers.

Awards

Brand. In the Brand Finance Global 500 study from January 2025, Deutsche Telekom retains its top position as Europe's most valuable company brand and the most valuable telco brand worldwide. The study puts our brand value at USD 85.3 billion, the highest in our 30-year history.

Networks. In the first quarter of 2025, T-Mobile US' wireless network is once again crowned the best in the United States in independent network tests. In January 2025, the Ookla Speedtest Connectivity Report confirms T-Mobile US as the United States' leading network provider in terms of speed and performance. Our national companies also continue to lead in network quality with the accolades to prove it, including taking the top spot in the Ookla® Speedtest Awards™ for the fastest internet in Austria (German only).

For information on our awards for responsible corporate governance, please refer to our website.

Interim Group management report

Group organization, strategy, and management

With regard to our Group organization, strategy, and management, please refer to the explanations in the 2024 combined management report (2024 Annual Report). From the Group's point of view, the following significant events in the first three months of 2025 resulted in changes and/or additions.

Group organization

Acquisition of Vistar Media in the United States. On December 20, 2024, T-Mobile US entered into an agreement on the acquisition of 100 % of the outstanding capital stock of Vistar Media, a provider of technology solutions for digital out-of-home advertisements. The transaction was consummated on February 3, 2025. All necessary regulatory approvals had been duly granted and all other closing conditions met. Upon closing, T-Mobile US transferred a cash payment of USD 0.6 billion (EUR 0.6 billion). Vistar Media has been included in the consolidated financial statements as of February 3, 2025.

Acquisition of Blis in the United States. On February 18, 2024, T-Mobile US entered into an agreement on the acquisition of 100 % of the outstanding capital stock of Blis, a provider of advertising solutions. The transaction was consummated on March 3, 2025. All necessary regulatory approvals had been duly granted and all other closing conditions met. Upon closing, T-Mobile US transferred a cash payment of USD 0.2 billion (EUR 0.2 billion). Blis has been included in the consolidated financial statements since March 3, 2025.

(Expected) changes to the segment and organizational structure in 2025

Agreement on the acquisition of Lumos in the United States. On April 24, 2024, T-Mobile US entered into an agreement with the investment fund EQT on the acquisition of the fiber-to-the-home platform Lumos as part of a joint venture. The transaction was consummated on April 1, 2025. All necessary regulatory approvals had been duly granted and all other closing conditions met. Upon closing, T-Mobile US invested approximately USD 0.9 billion (EUR 0.9 billion) in the company to acquire a 50 % equity stake and the fiber customers, with the funds invested by T-Mobile US being used for future fiber builds. In addition, T-Mobile US is expected to contribute an additional amount of approximately USD 0.5 billion (EUR 0.5 billion) between 2027 and 2028. The shareholding has been included in Deutsche Telekom's consolidated financial statements using the equity method since April 1, 2025.

Agreement on the acquisition of UScellular in the United States. On May 24, 2024, T-Mobile US entered into an agreement on the acquisition of UScellular's wireless operations and specific spectrum licenses. The purchase price totals around USD 4.4 billion (EUR 4.1 billion) and comprises a cash component and the transfer of debt of up to USD 2.0 billion (EUR 1.8 billion). The transaction is subject to regulatory approvals as well as other customary closing conditions and is expected to close in mid-2025.

Agreement on the acquisition of Metronet in the United States. On July 18, 2024, T-Mobile US entered into an agreement with KKR to establish a joint venture to acquire the fiber-to-the-home platform Metronet and certain of its affiliates. The transaction is subject to regulatory approvals as well as other customary closing conditions and is expected to close in mid-2025. Upon closing, T-Mobile US is expected to invest approximately USD 4.9 billion (EUR 4.5 billion) in the joint venture to acquire a 50 % equity stake and all existing residential fiber customers, as well as to fund the joint venture.

Governance

On January 27, 2025, the Supervisory Board resolved to cancel the current appointment of Timotheus Höttges. He was reappointed to the Board of Management prematurely for the period from February 1, 2025 until midnight on December 31, 2028, and was reassigned the department of the **Chair of the Board of Management**.

The Supervisory Board additionally resolved on January 27, 2025 to terminate Srini Gopalan's Board position and to approve his termination agreement effective midnight on February 28, 2025. Srini Gopalan assumed the function of **Chief Operating Officer at T-Mobile US** effective March 1, 2025.

In the same meeting, the Supervisory Board approved the appointment of Rodrigo Diehl to the Board of Management for the period from March 1, 2025 to midnight on February 29, 2028. He was assigned to the **Germany Board department**.

In accordance with the published agenda, on April 9, 2025, the **Shareholders' Meeting** of Deutsche Telekom AG passed resolutions on, among other matters, the approval of the actions of the Board of Management and the Supervisory Board, the selection of the external auditor for the 2025 financial year, the amount of the dividend (EUR 0.90 per dividend-bearing no par value share; EUR 4.4 billion in total), the change to § 14 of the Articles of Incorporation (possibility of a virtual Shareholders' Meeting), and a new Board of Management remuneration system from the 2025 financial year onward.

For further information on the 2025 Shareholders' Meeting, please refer to our Investor Relations website.

The economic environment

This section provides important additional information and explains recent changes in the economic environment compared to those described in the 2024 combined management report (2024 Annual Report), focusing on macroeconomic developments, the overall economic outlook including the currently prevailing economic risks, and the regulatory environment in the first three months of 2025.

Macroeconomic development

Current indicators suggest that the global economy developed robustly overall in the first quarter of 2025. However, the change in political direction in the United States has led to increased volatility in the financial markets and given rise to a tangible increase in uncertainty amongst both companies and private households.

The inflation rate in the United States was at 2.4 % in March 2025, and 2.2 % in the eurozone. While the European Central Bank cut the key interest rates further in February, March, and April 2025, the U.S. Federal Reserve (Fed) held its benchmark interest rate steady in the first third of 2025.

In Germany, the business climate in the digital economy brightened slightly at the start of 2025. The Bitkom-ifo-Digitalindex increased marginally in the first quarter of 2025 against December 2024. The digital economy remains more optimistic than the economy as a whole.

Overall economic outlook

The trade tariffs announced by the new U.S. government – some of which have already taken effect, some of which have already been revoked – have resulted in a significant shift in the global macroeconomic conditions. The extent to which the trade tariffs that have already taken effect and those further announced will be permanent, or for how long they will apply, or what retaliatory action may be taken, is still unclear.

Spurred by the trade tariffs and immediate market reactions, the global growth forecasts have been revised for 2025. In its April 2025 outlook, the International Monetary Fund (IMF) projects an increase in global economic growth of 2.8 %, down from the previous estimate of 3.3 %. For Germany, the IMF has downgraded its forecast to zero growth, from the slight growth of 0.3 % it had predicted in January 2025. In the United States, too, growth is expected to slow to 1.8 %, down from the 2.7 % initially projected in January 2025. In light of current developments, it cannot be ruled out that the U.S. and other economies could show signs of economic downturn as the year progresses.

The telecommunications industry is not directly affected by trade tariffs and, in the past, has proven to be relatively resilient in the face of economic fluctuations.

Regulation

Approval under merger control law for the joint venture Glasfaser NordWest. Following the Düsseldorf Higher Regional Court's decision to annul the approval issued by the Bundeskartellamt, the Federal Court of Justice overturned this decision on February 25, 2025 and referred the matter back to the Düsseldorf Higher Regional Court. The Düsseldorf Higher Regional Court will now reach a new decision in consideration of the Federal Court of Justice's legal position. Until a final substantive decision is reached on the legality of the Bundeskartellamt's approval, these proceedings have no direct implications for the existence of the joint venture Glasfaser NordWest or for the local fiber build-out.

Awarding of spectrum

In **Poland**, the auction of frequencies in the 700 MHz and 800 MHz bands ended on March 25, 2025. T-Mobile Polska secured one spectrum block in each band for a total of around EUR 185 million (PLN 781 million).

In **Germany**, the decision of the Bundesnetzagentur on the final award conditions for the 800 MHz, 1,800 MHz, and 2,600 MHz bands was published on March 24, 2025. Instead of an auction, the existing frequency owners have until May 23, 2025 to apply to extend the spectrum usage rights that are due to expire at the end of 2025. In addition, usage right holders are required to fulfill extensive build-out obligations, which include providing coverage for 99.5 % of Germany's surface area. The negotiation requirement with service providers and MVNOs is also being specified in more detail. The extension fee for Telekom Deutschland will be EUR 200 million.

The award rules of the 2019 auction were declared unlawful by the Cologne Administrative Court on August 26, 2024. This ruling initially has no direct impact on our spectrum usage rights in the 2.1 and 3.6 GHz bands awarded in those proceedings, and the spectrum allocations will remain in effect until further notice. The ruling of the Cologne Administrative Court requires the Bundesnetzagentur to reach a new decision regarding the motions submitted by Freenet and EWE Tel in 2018 with respect to the imposition of a service provider obligation (instead of a negotiation obligation). On January 9, 2025, the Bundesnetzagentur filed a complaint against the non-allowance of appeal. If the ruling becomes final and legally binding, the Bundesnetzagentur will have to reach a new decision on the award and auction rules (Decisions III and IV).

Proceedings to re-award spectrum in the 2,600 MHz band expiring at the end of 2026 and spectrum in the 2,300 MHz band are starting in **Austria**. In **Poland**, preparations are under way to extend the 900 MHz licenses in the second half of 2025. If necessary, the procedure to award the 26 GHz band could also begin. In **Slovakia**, the auction for the 800, 900, 2,100, and 2,600 MHz bands expiring in 2025, 2026, and 2028, as well as the new 1,500 MHz band, is expected to begin in June 2025.

The following table provides an overview of the main ongoing and planned spectrum awards and auctions as well as license extensions. It also indicates spectrum to be awarded in the near future in various countries.

	Expected start of award procedure	Frequency ranges	Planned award procedures
Germany	Started	800/1,800/2,600 MHz	Extension
Austria	Started	2,300 MHz/2,600 MHz	Details tbd
Poland	H2 2025	900 MHz	Extension, details tbd
Poland	tbd	26 GHz	Details tbd
Slovakia	June 2025	800/900/1,500/2,100/2,600 MHz	Auction

Agreements on spectrum licenses

On September 10, 2024, T-Mobile US and **N77 License** (N77) entered into an agreement on the sale of spectrum licenses, pursuant to which N77 has the option to purchase all or a portion of T-Mobile US' remaining 3.45 GHz licenses for a range of cash consideration. The number of licenses sold will be determined based upon the amount of committed financing granted to N77. As of March 31, 2025, the licenses concerned were reported as held for sale with a carrying amount of EUR 1.7 billion. The transaction was consummated on April 30, 2025 in exchange for a purchase price of USD 2.0 billion (EUR 1.8 billion), and following regulatory approvals by the U.S. Federal Communications Commission (FCC).

On August 8, 2022, T-Mobile US entered into agreements with **Channel 51 License** and **LB License** (Channel 51) for the acquisition of spectrum licenses in the 600 MHz band in exchange for total cash consideration of USD 3.5 billion (EUR 3.2 billion). On March 30, 2023, the contractual parties further agreed that the transaction be divided into two separate tranches. The first tranche of licenses, along with certain additional licenses from the second tranche, was transferred in the 2024 financial year. The transfer of the remaining licenses in accordance with the agreements is subject to regulatory approvals and certain other customary closing conditions. The transaction for the remaining licenses from the second tranche of USD 0.6 billion (EUR 0.6 billion) is expected to close in the second quarter of 2025.

On March 20, 2025, T-Mobile US entered into a non-binding term sheet on the sale of 800 MHz spectrum licenses to **Grain Management** (Grain). Under the agreement, T-Mobile US would receive consideration for the spectrum licenses in the form of a combination of cash and 600 MHz spectrum from Grain. No definitive agreement has been executed so far. The transaction, if finalized, would be subject to approvals by the U.S. Federal Communications Commission (FCC) and certain other customary closing conditions.

On September 12, 2023, T-Mobile US agreed with U.S. cable network operator **Comcast** to acquire spectrum in the 600 MHz band in exchange for total cash consideration of between USD 1.2 billion and USD 3.3 billion (EUR 1.1 billion and EUR 3.0 billion). The final purchase price will be determined at the time the parties make the required transfer filings with the FCC. At the same time, T-Mobile US and Comcast have concluded exclusive leasing arrangements. The transaction is expected to be closed in the first half of 2028. On January 13, 2025, T-Mobile US and Comcast entered into an amendment to the license purchase agreement pursuant to which T-Mobile US will acquire additional spectrum. As a consequence of the amendment, the total cash consideration amounts to between USD 1.2 billion and USD 3.4 billion (EUR 1.1 billion and EUR 3.1 billion).

Development of business in the Group

This section provides important additional information and explains recent changes in the significant events and their effects on the development of business in the Group compared to those described in the 2024 combined management report (2024 Annual Report).

Deutsche Telekom AG's share buy-back program. In October 2024, we announced that we will buy back shares in Deutsche Telekom AG in 2025 up to a total purchase price of EUR 2 billion under a further share buy-back program. The buy-back commenced on January 3, 2025 and will be carried out in several tranches through December 31, 2025. As of March 31, 2025, Deutsche Telekom AG had bought back around 13 million shares with a total volume of EUR 0.4 billion.

T-Mobile US' 2025 shareholder return program. On December 13, 2024, T-Mobile US announced a further shareholder return program of up to USD 14 billion due to run until December 31, 2025. The program comprises share buy-backs and dividends to be paid out. The amount available for share buy-backs reduces by the amount of any dividends approved by the Board of Directors of T-Mobile US.

In the first quarter of 2025, T-Mobile US bought back around 10 million shares with a total volume of USD 2.5 billion (EUR 2.4 billion) under this program, and paid out a cash dividend of USD 1.0 billion (EUR 1.0 billion). EUR 0.5 billion of the cash dividend was attributable to Deutsche Telekom's stake and EUR 0.5 billion to non-controlling interests in T-Mobile US.

Results of operations of the Group

millions of €

		Q1 2025	Q1 2024	Change	Change %	FY 2024
Net revenue		**29,755**	**27,942**	**1,813**	**6.5**	**115,769**
Service revenue		**24,957**	**23,485**	**1,472**	**6.3**	**96,537**
EBITDA AL (adjusted for special factors)		**11,297**	**10,473**	**824**	**7.9**	**43,021**
EBITDA AL		11,173	10,156	1,017	10.0	43,815
Depreciation, amortization and impairment losses		(6,013)	(6,074)	61	1.0	(24,027)
Profit (loss) from operations (EBIT)		**6,766**	**5,686**	**1,080**	**19.0**	**26,277**
Profit (loss) from financial activities		(917)	(1,367)	450	32.9	(3,319)
Profit (loss) before income taxes		5,849	4,319	1,530	35.4	22,958
Income taxes		(1,519)	(1,176)	(343)	(29.1)	(5,301)
Net profit (loss)		2,845	1,982	863	43.5	11,209
Net profit (loss) (adjusted for special factors)		2,442	2,238	204	9.1	9,397
Earnings per share (basic and diluted)	€	0.58	0.40	0.18	45.7	2.27
Adjusted earnings per share (basic and diluted)	€	**0.50**	**0.45**	**0.05**	**10.8**	**1.90**

In order to increase the informative value of the prior-year comparatives based on changes to the Company's structure or exchange rate effects, we also describe selected figures in **organic terms**, by adjusting the figures for the prior-year period for changes in the composition of the Group, exchange rate effects, and other effects. Changes in the composition of the Group mainly related to the acquisitions in the United States operating segment of Ka'ena as of May 1, 2024, Vistar Media as of February 3, 2025, and Blis as of March 3, 2025. Positive exchange rate effects were primarily attributable to the translation of U.S. dollars to euros.

Revenue, service revenue

In the first quarter of 2025, we generated net revenue of EUR 29.8 billion, which was up EUR 1.8 billion or 6.5 % year-on-year. In organic terms, revenue increased by 3.8 % against the prior-year level, with exchange rate effects having a net increasing effect of EUR 0.6 billion and effects of changes in the composition of the Group of EUR 0.1 billion. Service revenue in the Group increased by EUR 1.5 billion or 6.3 % year-on-year to EUR 25.0 billion. In organic terms, service revenue increased by 3.5 %.

Contribution of the segments to net revenue

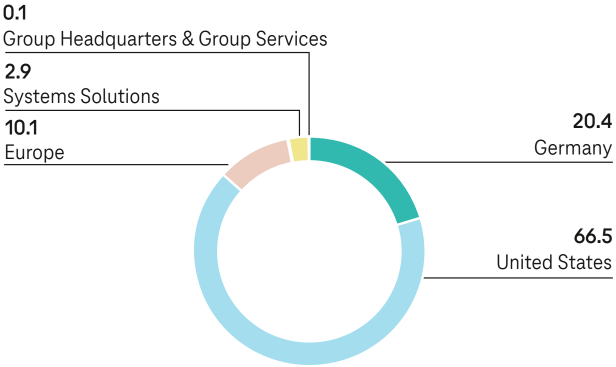
millions of €

	Q1 2025	Q1 2024	Change	Change %	FY 2024
Germany	6,219	6,298	(79)	(1.3)	25,711
United States	19,800	18,009	1,791	9.9	75,046
Europe	3,053	2,959	95	3.2	12,347
Systems Solutions	1,009	993	16	1.7	4,004
Group Development	2	2	0	(7.0)	10
Group Headquarters & Group Services	549	546	2	0.5	2,226
Intersegment revenue	(877)	(865)	(12)	(1.4)	(3,575)
Net revenue	**29,755**	**27,942**	**1,813**	**6.5**	**115,769**

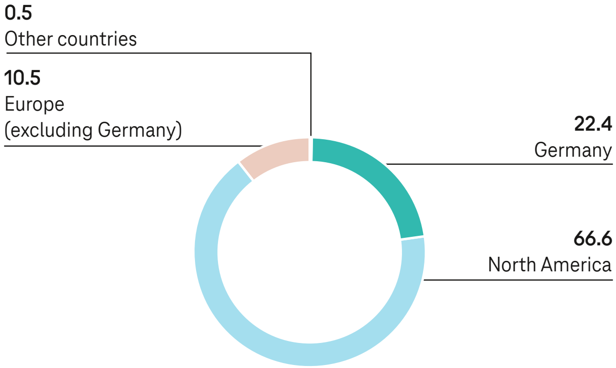
In our domestic market of Germany, revenue declined by 1.3 % year-on-year, mainly due to lower mobile terminal equipment revenues. By contrast, service revenues increased year-on-year. In our United States operating segment, revenue was up 9.9 % against the prior-year level. In organic terms, it increased by 5.6 %, due to both higher service revenues and higher terminal equipment revenues. In our Europe operating segment, revenue increased by 3.2 % year-on-year. In organic terms, it increased by 3.7 %, primarily due to the increase in service revenues in the mobile and fixed-network business. Revenue in our Systems Solutions operating segment was up 1.7 % year-on-year, mainly due to growth in the Digital and Road Charging areas.

For further information, please refer to the section "Development of business in the operating segments."

Contribution of the segments to net revenue [a, b]



Breakdown of revenue by region



[a] For further information on net revenue, please refer to the section "Segment reporting" in the interim consolidated financial statements.
[b] Following the sale of the GD Towers business entity in the 2023 financial year, the Group Development operating segment no longer provides a significant contribution to net revenue.

Our United States operating segment made by far the largest contribution to net revenue, with 66.5 % (Q1 2024: 64.4 %). The proportion of net revenue generated internationally increased to 77.6 % (Q1 2024: 75.8 %).

Adjusted EBITDA AL, EBITDA AL

Adjusted EBITDA AL increased year-on-year by EUR 0.8 billion or 7.9 % to EUR 11.3 billion in the first quarter of 2025. In organic terms, adjusted EBITDA AL grew by 5.3 %.

Contribution of the segments to adjusted Group EBITDA AL

millions of €

	Q1 2025	Q1 2024	Change	Change %	FY 2024
Germany	2,634	2,576	58	2.3	10,516
United States	7,623	6,932	691	10.0	28,545
Europe	1,141	1,069	72	6.7	4,431
Systems Solutions	81	77	3	4.4	369
Group Development	(8)	(6)	(2)	(30.9)	(32)
Group Headquarters & Group Services	(166)	(168)	2	1.4	(801)
Reconciliation	(7)	(6)	(1)	(23.9)	(6)
EBITDA AL (adjusted for special factors)	**11,297**	**10,473**	**824**	**7.9**	**43,021**

Our Germany operating segment contributed to the increase thanks to high-value service revenue growth and improved cost efficiency with 2.3 % higher adjusted EBITDA AL. Adjusted EBITDA AL in our United States operating segment increased by 10.0 %, or 6.1 % in organic terms. This rise is primarily attributable to higher service and terminal equipment revenues, offset by increases in some costs. In our Europe operating segment, adjusted EBITDA AL increased by 6.7 % on the back of the sound revenue trend, or 7.2 % in organic terms, with a positive net margin sufficient to more than offset the higher indirect costs. In our Systems Solutions operating segment, adjusted EBITDA AL increased by 4.4 %, mainly due to revenue growth in the Digital and Road Charging areas.

Our EBITDA AL increased significantly by EUR 1.0 billion year-on-year to EUR 11.2 billion. Expenses from special factors affecting EBITDA AL decreased by EUR 0.2 billion to EUR -0.1 billion. In the prior-year period, net expenses of EUR 0.1 billion had been recorded as special factors under effects of deconsolidations, disposals and acquisitions, in connection with integration costs incurred as a result of the business combination of T-Mobile US and Sprint. Other special factors affecting EBITDA AL increased by EUR 0.1 billion compared with the prior-year period. This includes legal-related insurance recoveries recognized in relation to the cyberattack on T-Mobile US in August 2021. Expenses incurred in connection with staff restructuring remained on a par with the prior-year period at EUR 0.2 billion.

For further information, please refer to the section "Development of business in the operating segments."

Profit/loss from operations (EBIT)

Group EBIT increased significantly to EUR 6.8 billion, up EUR 1.1 billion against the level of the prior-year period. This increase is due in particular to the effects described under adjusted EBITDA AL and EBITDA AL.

At EUR 6.0 billion, depreciation, amortization and impairment losses on intangible assets, property, plant and equipment, and right-of-use assets were slightly lower in the first quarter of 2025 than in the prior-year period, by EUR 0.1 billion, due in particular to lower depreciation and amortization. In the United States operating segment, depreciation on property, plant and equipment decreased due to reductions in the useful lives of some non-current technology assets in the prior year in connection with the modernization of network infrastructure and platforms. By contrast, depreciation and amortization increased slightly in the Germany operating segment due to rising volumes in the fiber-optic and mobile communications build-out.

Profit before income taxes

Profit before income taxes increased by EUR 1.5 billion to EUR 5.8 billion for the aforementioned reasons. Loss from financial activities included in this decreased year-on-year from EUR 1.4 billion to EUR 0.9 billion, mainly due to the increase in the share of profit of associates and joint ventures included in the consolidated financial statements using the equity method to EUR 0.6 billion. This was primarily attributable to reversals of impairment losses recognized in the reporting period of EUR 0.4 billion and EUR 0.2 billion, respectively, on the carrying amounts of the investments in GD Towers and in GlasfaserPlus. These reversals of impairment losses were due to declines in industry-specific financing costs and the resulting lower discount rates, while retaining the existing business plans. Finance costs and other financial income/expense both declined slightly by EUR 0.1 billion.

Net profit, adjusted net profit

Net profit increased year-on-year by EUR 0.9 billion to EUR 2.8 billion. Tax expense increased by EUR 0.3 billion to EUR 1.5 billion. Profit attributable to non-controlling interests increased by EUR 0.3 billion to EUR 1.5 billion. This increase was primarily attributable to the United States operating segment. Net profit adjusted for special factors amounted to EUR 2.4 billion compared with EUR 2.2 billion in the prior-year period.

For further information on tax expense, please refer to the section "Income taxes" in the interim consolidated financial statements.

Earnings per share, adjusted earnings per share

Earnings per share is calculated as net profit divided by the weighted average number of ordinary shares outstanding, which totaled 4,894 million as of March 31, 2025. This resulted in earnings per share of EUR 0.58, up from EUR 0.40 in the prior-year period. Earnings per share adjusted for special factors affecting net profit amounted to EUR 0.50 compared with EUR 0.45 in the prior-year period.

Employees

Headcount development

	Mar. 31, 2025	Dec. 31, 2024	Change	Change %	Mar. 31, 2024
FTEs in the Group	**198,678**	**198,194**	**484**	**0.2**	**201,251**
Of which: civil servants (in Germany, with an active service relationship)	5,587	5,801	(214)	(3.7)	6,668
Germany	57,070	57,303	(233)	(0.4)	59,543
United States	66,348	65,154	1,194	1.8	64,053
Europe	32,565	32,761	(196)	(0.6)	33,529
Systems Solutions	25,584	25,691	(107)	(0.4)	26,002
Group Development	96	100	(4)	(3.5)	104
Group Headquarters & Group Services	17,014	17,184	(170)	(1.0)	18,019

The Group's headcount remained stable against the end of 2024. The total number of full-time equivalent employees in our United States operating segment as of March 31, 2025, increased by 1.8 % compared to December 31, 2024, primarily due to the Vistar Media and Blis acquisitions in the first quarter of 2025. In our Germany operating segment, the number of employees declined by 0.4 % against the end of the prior year. Employees continued to take up socially responsible instruments as part of staff restructuring activities, such as phased retirement. In our Europe operating segment, the headcount was down by 0.6 % compared with the end of the prior year, in particular in Greece. The headcount in our Systems Solutions operating segment was down 0.4 % against year-end 2024, mainly due to a workforce reduction in traditional infrastructure business. The headcount in the Group Headquarters & Group Services segment was down 1.0 % compared with the end of the prior year, mainly due to the continued staff restructuring measures.

Reconciliations of financial performance indicators from the IFRS consolidated financial statements

A reconciliation of the definition of EBITDA to the **"after leases" indicator** (EBITDA AL) can be found in the following table:

millions of €	Q1 2025	Q1 2024	Change	Change %	FY 2024
EBITDA	12,779	11,760	1,019	8.7	50,304
Depreciation of right-of-use assets [a]	(1,171)	(1,156)	(15)	(1.3)	(4,703)
Interest expenses on recognized lease liabilities [a]	(434)	(448)	13	3.0	(1,787)
EBITDA AL	**11,173**	**10,156**	**1,017**	**10.0**	**43,815**
Special factors affecting EBITDA AL	(124)	(317)	193	60.9	794
EBITDA AL (adjusted for special factors)	**11,297**	**10,473**	**824**	**7.9**	**43,021**

[a] Excluding finance leases at T-Mobile US.

The following table presents the reconciliation of net profit to **net profit adjusted for special factors**:

millions of €	Q1 2025	Q1 2024	Change	Change %	FY 2024
Net profit (loss)	**2,845**	**1,982**	**863**	**43.5**	**11,209**
Special factors affecting EBITDA AL	(124)	(317)	193	60.9	794
Staff-related measures	(171)	(184)	13	6.9	(1,036)
Non-staff-related restructuring	(7)	(2)	(5)	n.a.	(20)
Effects of deconsolidations, disposals and acquisitions	(23)	(116)	93	80.3	(746)
Impairment losses	0	0	0	n.a.	0
Reversals of impairment losses	0	0	0	n.a.	2,630
Other	78	(14)	92	n.a.	(34)
Special factors affecting net profit	526	61	465	n.a.	1,018
Depreciation, amortization and impairment losses	0	(216)	216	100.0	(407)
Profit (loss) from financial activities	601	(1)	602	n.a.	2,328
Income taxes	(77)	146	(223)	n.a.	(236)
Non-controlling interests	3	132	(129)	(98.1)	(666)
Special factors	**403**	**(256)**	**658**	**n.a.**	**1,812**
Net profit (loss) (adjusted for special factors)	**2,442**	**2,238**	**204**	**9.1**	**9,397**

The following table presents a reconciliation of EBITDA AL, EBIT, and net profit to the respective figures adjusted for **special factors**:

millions of €	EBITDA AL Q1 2025	EBIT Q1 2025	EBITDA AL Q1 2024	EBIT Q1 2024	EBITDA AL FY 2024	EBIT FY 2024
EBITDA AL/EBIT	**11,173**	**6,766**	**10,156**	**5,686**	**43,815**	**26,277**
Germany	**(81)**	**(81)**	**(110)**	**(110)**	**(1,056)**	**(1,056)**
Staff-related measures	(78)	(78)	(101)	(101)	(576)	(576)
Non-staff-related restructuring	(2)	(2)	(1)	(1)	(11)	(11)
Effects of deconsolidations, disposals and acquisitions	0	0	(4)	(4)	(478)	(478)
Impairment losses	0	0	0	0	0	0
Other	(1)	(1)	(4)	(4)	9	9
United States	**13**	**20**	**(130)**	**(329)**	**2,345**	**2,078**
Staff-related measures	(29)	(29)	(12)	(12)	(65)	(65)
Non-staff-related restructuring	(8)	(1)	0	0	0	0
Effects of deconsolidations, disposals and acquisitions	(37)	(37)	(118)	(317)	(240)	(507)
Impairment losses	0	0	0	0	0	0
Reversals of impairment losses	0	0	0	0	2,630	2,630
Other	86	86	0	0	20	20
Europe	**(22)**	**(22)**	**(19)**	**(19)**	**(71)**	**(158)**
Staff-related measures	(20)	(20)	(13)	(13)	(62)	(62)
Non-staff-related restructuring	0	0	0	0	0	0
Effects of deconsolidations, disposals and acquisitions	0	0	0	0	29	29
Impairment losses	0	0	0	0	0	(88)
Other	(3)	(3)	(6)	(6)	(38)	(38)
Systems Solutions	**(25)**	**(25)**	**(23)**	**(30)**	**(118)**	**(133)**
Staff-related measures	(18)	(18)	(19)	(19)	(92)	(92)
Non-staff-related restructuring	0	0	0	0	0	0
Effects of deconsolidations, disposals and acquisitions	0	0	0	0	(1)	(1)
Impairment losses	0	0	0	(6)	0	(15)
Other	(6)	(6)	(4)	(4)	(25)	(25)
Group Development	**0**	**0**	**2**	**2**	**(5)**	**(5)**
Staff-related measures	0	0	0	0	0	0
Non-staff-related restructuring	0	0	0	0	0	0
Effects of deconsolidations, disposals and acquisitions	0	0	2	2	(5)	(5)
Impairment losses	0	0	0	0	0	0
Other	0	0	0	0	0	0
Group Headquarters & Group Services	**(8)**	**(8)**	**(37)**	**(37)**	**(301)**	**(302)**
Staff-related measures	(27)	(27)	(40)	(40)	(242)	(242)
Non-staff-related restructuring	3	3	(1)	(1)	(9)	(9)
Effects of deconsolidations, disposals and acquisitions	15	15	3	3	(51)	(51)
Impairment losses	0	0	0	0	0	0
Other	1	1	0	0	0	0

millions of €

	EBITDA AL Q1 2025	EBIT Q1 2025	EBITDA AL Q1 2024	EBIT Q1 2024	EBITDA AL FY 2024	EBIT FY 2024
Group	**(124)**	**(117)**	**(317)**	**(523)**	**794**	**424**
Staff-related measures	(171)	(171)	(184)	(184)	(1,036)	(1,036)
Non-staff-related restructuring	(7)	0	(2)	(2)	(20)	(20)
Effects of deconsolidations, disposals and acquisitions	(23)	(23)	(116)	(315)	(746)	(1,013)
Impairment losses	0	0	0	(7)	0	(103)
Reversals of impairment losses	0	0	0	0	2,630	2,630
Other	78	78	(14)	(14)	(34)	(34)
EBITDA AL/EBIT (adjusted for special factors)	**11,297**	**6,883**	**10,473**	**6,208**	**43,021**	**25,853**
Profit (loss) from financial activities (adjusted for special factors)		(1,511)		(1,356)		(5,610)
Profit (loss) before income taxes (adjusted for special factors)		**5,372**		**4,853**		**20,243**
Income taxes (adjusted for special factors)		(1,442)		(1,322)		(5,065)
Profit (loss) (adjusted for special factors)		**3,930**		**3,531**		**15,179**
Profit (loss) (adjusted for special factors) attributable to						
Owners of the parent (net profit (loss)) (adjusted for special factors)		2,442		2,238		9,397
Non-controlling interests (adjusted for special factors)		1,488		1,293		5,782

Financial position of the Group

Condensed consolidated statement of financial position

millions of €

	Mar. 31, 2025	%	Dec. 31, 2024	Change	Mar. 31, 2024
Assets					
Cash and cash equivalents	17,008	5.6	8,472	8,536	10,827
Trade receivables	15,868	5.2	16,411	(543)	15,141
Intangible assets	142,654	46.8	149,115	(6,461)	138,247
Property, plant and equipment	65,075	21.3	66,612	(1,537)	65,074
Right-of-use assets	30,478	10.0	32,214	(1,736)	32,883
Investments accounted for using the equity method	8,015	2.6	7,343	672	4,704
Current and non-current financial assets	7,665	2.5	7,743	(78)	9,367
Deferred tax assets	2,608	0.9	3,682	(1,073)	6,052
Non-current assets and disposal groups held for sale	2,140	0.7	256	1,883	152
Miscellaneous assets	13,469	4.4	13,085	384	12,774
Total assets	**304,980**	**100.0**	**304,934**	**47**	**295,222**
Liabilities and shareholders' equity					
Current and non-current financial liabilities	116,849	38.3	112,191	4,658	109,261
Current and non-current lease liabilities	38,296	12.6	40,248	(1,952)	40,874
Trade and other payables	8,854	2.9	9,489	(635)	8,334
Provisions for pensions and other employee benefits	2,595	0.9	3,209	(614)	3,881
Current and non-current other provisions	7,246	2.4	7,868	(623)	7,649
Deferred tax liabilities	23,619	7.7	24,260	(641)	22,873
Liabilities directly associated with non-current assets and disposal groups held for sale	5	0.0	0	5	0
Miscellaneous liabilities	9,740	3.2	9,027	713	9,136
Shareholders' equity	97,776	32.1	98,640	(864)	93,213
Total liabilities and shareholders' equity	**304,980**	**100.0**	**304,934**	**47**	**295,222**

As of March 31, 2025, our **total assets** amounted to EUR 305.0 billion, which was almost at the level as of December 31, 2024.

On the assets side, **cash and cash equivalents** increased by EUR 8.5 billion against the end of the prior year to EUR 17.0 billion.

For further information, please refer to the section "Notes to the consolidated statement of cash flows" in the interim consolidated financial statements.

At EUR 15.9 billion, **trade receivables** decreased by EUR 0.5 billion against the 2024 year-end level. This was the result of lower receivables in the United States operating segment due to a lower number of new contracts with equipment installment plans. Furthermore, receivables declined in the Germany operating segment. Exchange rate effects, mainly from the translation of U.S. dollars into euros, also decreased the carrying amount. By contrast, effects of changes in the composition of the Group from the acquisitions of Vistar Media and Blis in the United States operating segment increased the carrying amount of receivables.

Intangible assets decreased by EUR 6.5 billion compared to December 31, 2024 to EUR 142.7 billion. Exchange rate effects of EUR 5.1 billion, primarily from the translation of U.S. dollars into euros, and depreciation, amortization and impairment losses of EUR 1.7 billion decreased the carrying amount. Reclassifications of intangible assets to non-current assets and disposal groups held for sale also reduced the carrying amount by EUR 2.0 billion. Of this, EUR 1.7 billion related to the agreement between T-Mobile US and N77. Investments increased the carrying amount by EUR 1.6 billion, EUR 0.2 billion of which related to the acquisition of mobile spectrum in the United States operating segment. Effects of changes in the composition of the Group resulting from the acquisition of Vistar Media and Blis in the United States operating segment increased the carrying amount by EUR 0.8 billion, with goodwill accounting for EUR 0.4 billion of this.

For further information on the agreement between T-Mobile US and N77, please refer to "Agreements on spectrum licenses" under "The economic environment."

For further information on the acquisitions of Vistar Media and Blis, please refer to the section "Group organization, strategy, and management."

Property, plant and equipment decreased by EUR 1.5 billion compared with December 31, 2024 to EUR 65.1 billion. Depreciation and impairment losses totaling EUR 2.9 billion, exchange rate effects of EUR 1.1 billion, primarily from the translation of U.S. dollars into euros, and disposals of EUR 0.1 billion decreased the carrying amount. Additions, primarily for the upgrade and build-out of the network (broadband, fiber-optic, and mobile infrastructure) increased the carrying amount by EUR 2.5 billion. Reclassifications of right-of-use assets upon expiry of the contractual lease term to property, plant and equipment, primarily for network technology in the United States operating segment, increased the carrying amount by EUR 0.2 billion.

Right-of-use assets decreased by EUR 1.7 billion compared with December 31, 2024 to EUR 30.5 billion. Depreciation and impairment losses reduced the net carrying amount by EUR 1.4 billion. Furthermore, exchange rate effects, primarily from the translation of U.S. dollars into euros, reduced the carrying amount by EUR 1.0 billion. The previously mentioned reclassifications to property, plant and equipment also reduced the carrying amount by EUR 0.2 billion. The carrying amount was increased by additions of EUR 0.8 billion.

Investments accounted for using the equity method increased by EUR 0.7 billion compared to December 31, 2024, to EUR 8.0 billion. This was primarily attributable to reversals of impairment losses recognized in the reporting period of EUR 0.4 billion and EUR 0.2 billion, respectively, on the carrying amounts of the investments in GD Towers and in GlasfaserPlus. These reversals of impairment losses were due to declines in industry-specific financing costs and the resulting lower discount rates, while retaining the existing business plans.

Current and non-current **financial assets** decreased by EUR 0.1 billion to EUR 7.7 billion. The carrying amount of the derivatives without a hedging relationship decreased by EUR 0.2 billion, in particular in connection with the measurement of cross-currency swaps. Exchange rate effects also reduced the carrying amount by EUR 0.1 billion. The net total of originated loans and receivables increased by EUR 0.2 billion.

Non-current assets and disposal groups held for sale increased by EUR 1.9 billion to EUR 2.1 billion. EUR 1.7 billion of the increase related to the agreement for the sale of spectrum licenses between T-Mobile US and N77, and EUR 0.2 billion to the exchange of spectrum licenses agreed between T-Mobile US and other telecommunications companies.

Miscellaneous assets increased by EUR 0.4 billion to EUR 13.5 billion. EUR 0.2 billion of this increase was attributable to higher inventories of high-value mobile terminal equipment in the United States operating segment. Current and non-current other assets also contributed EUR 0.2 billion to this increase, due in part to an increase in receivables from other taxes.

On the liabilities and shareholders' equity side, current and non-current **financial liabilities** increased by EUR 4.7 billion compared with the end of 2024 to EUR 116.8 billion.

Bonds and other securitized liabilities increased by a total of EUR 4.4 billion, mainly due to USD bonds of USD 3.5 billion (EUR 3.3 billion) issued by T-Mobile US and EUR bonds of EUR 2.8 billion. The carrying amount was also increased by the issue of EUR bonds of EUR 1.5 billion by Deutsche Telekom AG. Exchange rate effects decreased the carrying amount of bonds and other securitized liabilities by EUR 3.3 billion.

Liabilities to banks increased by EUR 1.2 billion, mainly due to T-Mobile US utilizing a credit line backed by an export credit agency (ECA Facility) to finance network equipment-related purchases amounting to EUR 0.9 billion. Other interest-bearing liabilities decreased by EUR 0.4 billion and liabilities with the right of creditors to priority repayment in the event of default by EUR 0.3 billion.

Current and non-current **lease liabilities** decreased by EUR 2.0 billion compared with December 31, 2024 to EUR 38.3 billion. Lease liabilities decreased by EUR 0.5 billion in the United States operating segment, mainly due to a lower number of new contracts following the decommissioning of the former Sprint's wireless network and other synergies from the Sprint Merger. Exchange rate effects, in particular from the translation of U.S. dollars into euros, reduced the carrying amount by EUR 1.3 billion. Lease liabilities in the Germany operating segment and in the Group Headquarters & Group Services segment decreased by a total of EUR 0.2 billion.

Trade and other payables decreased by EUR 0.6 billion to EUR 8.9 billion. This was due to lower liabilities in the United States, Europe, and Germany operating segments. Exchange rate effects, in particular from the translation from U.S. dollars into euros, also decreased the carrying amount. By contrast, effects of changes in the composition of the Group from the acquisitions of Vistar Media and Blis in the United States operating segment increased the carrying amount.

Provisions for pensions and other employee benefits decreased by EUR 0.6 billion compared with December 31, 2024 to EUR 2.6 billion. Overall, the remeasurement of defined benefit plans resulted in an actuarial gain of EUR 0.5 billion to be recognized directly in equity, mainly due to the increase in the discount rate and in the fair values of plan assets compared with December 31, 2024. Benefits paid directly by the employer in the reporting period also contributed to the reduction in the carrying amount.

Current and non-current **other provisions** decreased by EUR 0.6 billion to EUR 7.2 billion compared with the end of 2024. Other provisions for personnel costs decreased by EUR 0.4 billion, primarily in connection with the bonuses paid out to employees in the United States operating segment and an interest rate-based decline in the carrying amount of the provision recognized for the Civil Health Insurance Fund (Postbeamtenkrankenkasse – PBeaKK). Furthermore, provisions for procurement and sales support and provisions for restoration obligations each decreased by EUR 0.1 billion.

Miscellaneous liabilities increased by EUR 0.7 billion compared to December 31, 2024 to EUR 9.7 billion, with other liabilities increasing by EUR 0.3 billion, mainly due to an increase in liabilities from other taxes. In addition, income tax liabilities increased by EUR 0.3 billion and contract liabilities by EUR 0.1 billion.

Shareholders' equity decreased by EUR 0.9 billion as of December 31, 2024 to EUR 97.8 billion, with transactions with owners reducing shareholders' equity by EUR 2.4 billion. This mainly related to the T-Mobile US 2025 share buy-back program. Other comprehensive income decreased the carrying amount by EUR 2.0 billion. Dividend payments to other shareholders of subsidiaries reduced shareholders' equity by EUR 0.5 billion. This included cash dividends paid by T-Mobile US to non-controlling interests, as declared in the reporting period. Furthermore, the carrying amount was reduced by Deutsche Telekom AG's share buy-back program that started in January 2025 with share buy-backs of EUR 0.4 billion, with profit of EUR 4.3 billion and capital increases from share-based payments of EUR 0.1 billion having an increasing effect.

For further information, please refer to the section "Selected notes to the consolidated statement of financial position" in the interim consolidated financial statements.

Calculation of net debt

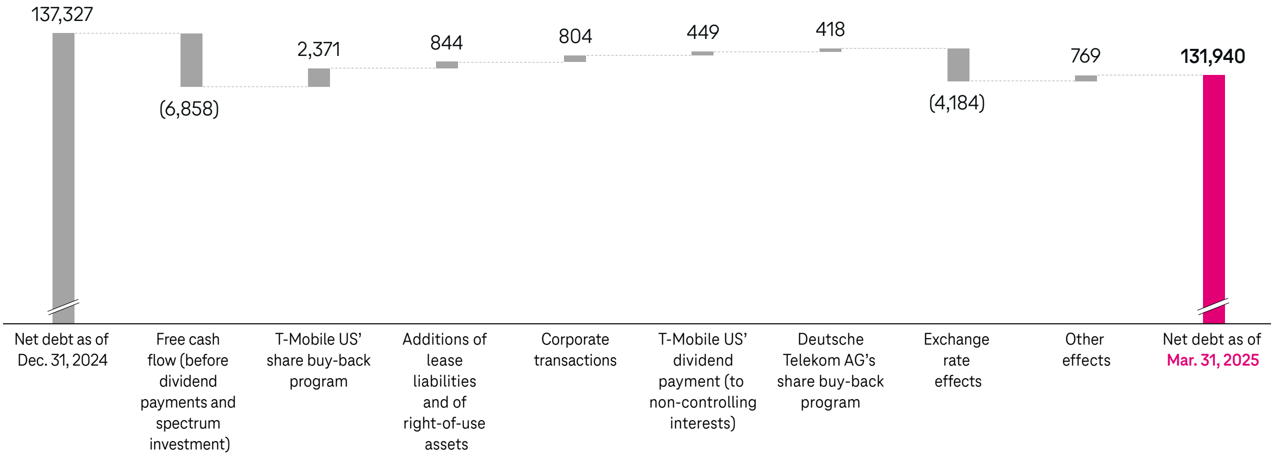
millions of €

	Mar. 31, 2025	Dec. 31, 2024	Change	Change %	Mar. 31, 2024
Bonds and other securitized liabilities	99,042	94,678	4,364	4.6	91,205
Asset-backed securities collateralized by trade receivables	1,711	1,506	205	n.a.	1,154
Liabilities to banks	3,470	2,284	1,186	52.0	3,561
Other financial liabilities	12,626	13,723	(1,097)	(8.0)	13,341
Lease liabilities	38,299	40,248	(1,949)	(4.8)	40,874
Financial liabilities and lease liabilities	**155,148**	**152,439**	**2,709**	**1.8**	**150,135**
Accrued interest	(1,183)	(1,158)	(25)	(2.1)	(1,128)
Other	(1,933)	(2,184)	251	11.5	(1,347)
Gross debt	**152,032**	**149,097**	**2,935**	**2.0**	**147,661**
Cash and cash equivalents	17,008	8,472	8,536	n.a.	10,827
Derivative financial assets	1,430	1,585	(155)	(9.8)	1,862
Other financial assets	1,654	1,713	(59)	(3.4)	1,856
Net debt [a]	**131,940**	**137,327**	**(5,387)**	**(3.9)**	**133,116**
Lease liabilities [b]	36,218	38,011	(1,793)	(4.7)	38,626
Net debt AL	**95,723**	**99,316**	**(3,594)**	**(3.6)**	**94,491**

[a] Including net debt reported under assets and liabilities directly associated with non-current assets and disposal groups held for sale.
[b] Excluding finance leases at T-Mobile US.

Changes in net debt

millions of €



Net debt decreased by EUR 5.4 billion in the first quarter of 2025 to EUR 131.9 billion, due to free cash flow (before dividend payments and spectrum investment) and exchange rate effects. By contrast, the main factors increasing net debt were the share buy-back program at T-Mobile US, additions to lease liabilities and to right-of-use assets, and the corporate transactions in the United States operating segment. Other effects included the acquisition of spectrum of EUR 0.1 billion.

Calculation of free cash flow AL

millions of €

	Q1 2025	Q1 2024	Change	Change %	FY 2024
Net cash from operating activities	**11,172**	**9,614**	**1,558**	**16.2**	**39,874**
Cash outflows for investments in intangible assets	(1,289)	(1,378)	89	6.4	(7,973)
Cash outflows for investments in property, plant and equipment	(3,191)	(3,340)	149	4.5	(11,198)
Cash capex	(4,480)	(4,718)	238	5.0	(19,171)
Spectrum investment	137	57	80	n.a.	3,209
Cash capex (before spectrum investment)	**(4,343)**	**(4,661)**	**318**	**6.8**	**(15,962)**
Proceeds from the disposal of intangible assets (excluding goodwill) and property, plant and equipment	29	33	(4)	(12.6)	190
Free cash flow (before dividend payments and spectrum investment)	**6,858**	**4,986**	**1,872**	**37.5**	**24,102**
Principal portion of repayment of lease liabilities [a]	(1,208)	(1,277)	69	5.4	(4,946)
Free cash flow AL (before dividend payments and spectrum investment)	**5,650**	**3,708**	**1,942**	**52.4**	**19,156**

[a] Excluding finance leases at T-Mobile US.

Free cash flow AL (before dividend payments and spectrum investment) increased by EUR 1.9 billion year-on-year to EUR 5.6 billion. The following effects impacted on this development:

Net cash from operating activities increased by EUR 1.6 billion to EUR 11.2 billion as a result of the strong development of the operating business. Lower cash outflows in connection with the integration of Sprint in the United States also had an increasing effect, as did lower tax payments of EUR 0.2 billion. By contrast, the increase in net interest payments of EUR 0.1 billion had a reducing effect.

Cash capex (before spectrum investment) decreased by EUR 0.3 billion to EUR 4.3 billion. In the Germany operating segment, cash capex totaled around EUR 1.2 billion in the reporting year, a decline of EUR 0.2 billion compared with the prior-year period. This was primarily due to the timing of the allocation of investments in the fiber build-out. In the United States operating segment, cash capex decreased by EUR 0.1 billion to EUR 2.3 billion. In the Europe operating segment, cash capex stood at EUR 0.5 billion, which was on a par with the prior-year period. We continue to invest here in the provision of broadband and fiber-optic technology and in 5G as part of our integrated network strategy. In the Systems Solutions operating segment, cash capex remained on a par with the prior-year period at EUR 0.1 billion.

A decrease of EUR 0.1 billion in cash outflows – in particular in the United States operating segments – for the repayment of lease liabilities had an increasing effect on free cash flow AL.

For further information, please refer to the section "Notes to the consolidated statement of cash flows" in the interim consolidated financial statements.

Development of business in the operating segments

Germany

Customer development

thousands	Mar. 31, 2025	Dec. 31, 2024	Change Mar. 31, 2025/ Dec. 31, 2024 %	Mar. 31, 2024	Change Mar. 31, 2025/ Mar. 31, 2024 %
Mobile customers	69,788	68,553	1.8	63,284	10.3
Contract customers	26,802	26,532	1.0	25,492	5.1
Prepaid customers	42,986	42,021	2.3	37,792	13.7
Fixed-network lines	17,067	17,155	(0.5)	17,293	(1.3)
Retail broadband lines	15,145	15,152	0.0	15,057	0.6
Of which: optical fiber [a]	13,255	13,213	0.3	12,975	2.2
Television (IPTV, satellite)	4,675	4,638	0.8	4,400	6.2
Unbundled local loop lines (ULLs)	1,797	1,887	(4.8)	2,349	(23.5)
Wholesale broadband lines	8,594	8,587	0.1	8,411	2.2
Of which: optical fiber [a]	7,624	7,602	0.3	7,429	2.6

[a] Disclosure of the total of all fiber-optic lines (FTTx).

Total

In Germany we continue to be market leader both in terms of fixed-network and mobile revenues. This success is attributable to our high-performance networks, a broad product portfolio, and good service. We want to offer our customers a seamless and technology-neutral telecommunications experience. We regularly adapt our product portfolio to address the needs of our customers.

Mobile communications

Our Germany operating segment had a total of 69.8 million mobile customers as of March 31, 2025. The number of high-value mobile contract customers under the Telekom and congstar brands grew by 274 thousand customers overall against December 31, 2024. Sustained high demand for mobile rate plans with data volumes continues to drive this trend. The prepaid customer base grew by 2.3 % against the end of 2024, driven in particular by the M2M SIM cards used in the automotive industry.

Fixed network

Demand for our fiber optic-based lines has risen slightly since the end of 2024, with the total number of lines growing to 20.9 million. This growth is driven by demand for higher bandwidths.

The number of retail broadband lines remained stable against the end of 2024 at a total of 15.1 million customers. Around 52 % of the customers have subscribed to a rate plan with speeds of 100 Mbit/s or higher. The rise in demand for our TV content drove growth in our TV customer base of 37 thousand against year-end 2024, an increase of 0.8 %. The number of fixed-network lines stood at 17.1 million.

Wholesale

As of March 31, 2025, fiber-optic-based lines accounted for 73.4 % of all lines – an increase of 0.8 percentage points against the end of 2024. This growth is a result of the demand for our commitment agreements. Ongoing demand among retail customers for higher-bandwidth lines also contributed to the increase. The number of unbundled local loop lines decreased by 90 thousand compared with the end of the prior year, while fiber-optic-based lines increased by 22 thousand. These developments result partly from the shift to higher-value fiber-optic-based lines and partly from consumers switching to other providers. In addition, our wholesale partners are migrating their retail customers to their own infrastructures. The total number of wholesale lines at March 31, 2025 was 10.4 million.

Development of operations

millions of €

		Q1 2025	Q1 2024	Change	Change %	FY 2024
Revenue		**6,219**	**6,298**	**(79)**	**(1.3)**	**25,711**
Consumers		3,199	3,232	(33)	(1.0)	13,174
Business customers		2,128	2,135	(7)	(0.3)	8,727
Wholesale		797	802	(5)	(0.7)	3,249
Other		96	130	(33)	(25.7)	561
Service revenue		**5,591**	**5,515**	**75**	**1.4**	**22,480**
EBITDA		2,708	2,620	89	3.4	10,082
Special factors affecting EBITDA		(81)	(110)	29	26.4	(1,056)
EBITDA (adjusted for special factors)		2,789	2,730	60	2.2	11,138
EBITDA AL		2,553	2,465	87	3.5	9,459
Special factors affecting EBITDA AL		(81)	(110)	29	26.4	(1,056)
EBITDA AL (adjusted for special factors)		**2,634**	**2,576**	**58**	**2.3**	**10,516**
EBITDA AL margin (adjusted for special factors)	%	42.4	40.9			40.9
Depreciation, amortization and impairment losses		(1,106)	(1,071)	(35)	(3.2)	(4,384)
Profit (loss) from operations (EBIT)		**1,603**	**1,549**	**54**	**3.5**	**5,698**
EBIT margin	%	25.8	24.6			22.2
Cash capex		(1,249)	(1,493)	243	16.3	(4,782)
Cash capex (before spectrum investment)		**(1,249)**	**(1,493)**	**243**	**16.3**	**(4,782)**

Revenue, service revenue

Total revenue in our Germany operating segment decreased in the first quarter of 2025 by 1.3 % year-on-year to EUR 6.2 billion, driven mainly by lower mobile terminal equipment revenues. By contrast, service revenues grew by 1.4 % year-on-year, due to growth in the mobile and fixed-network businesses, largely driven by broadband and TV business.

Revenue from **Consumers** declined by 1.0 % year-on-year due to lower mobile terminal equipment revenue. The fixed-network business continued to perform well, characterized by sustained broadband revenue growth driven by a number of positive factors, including customer appreciation for reliable networks and high bandwidths as well as our TV offerings. This development more than offset the decline in voice components. Mobile service revenues also trended positively, in line with customer development.

Revenue from **Business Customers** remained at the same level as in the prior-year period. Lower mobile terminal equipment revenue was offset by service revenues, primarily due to the development in the mobile business. The fixed-network business remained stable.

Wholesale revenue declined by 0.7 % year-on-year in the first quarter of 2025.

Adjusted EBITDA AL, EBITDA AL

Adjusted EBITDA AL increased by EUR 58 billion or 2.3 % year-on-year. The main reasons for this increase are high-value service revenue growth and enhanced cost efficiency, primarily as a result of the lower headcount and the ongoing implementation of efficiency enhancement and digitalization measures. Our adjusted EBITDA AL margin amounted to 42.4 %.

At EUR 2.6 billion, EBITDA AL increased by 3.5 % against the prior-year period, due to the effects described under adjusted EBITDA AL and lower year-on-year expenses arising from special factors. Special factors in the first quarter of 2025 amounted to EUR 81 million, and mainly related to socially responsible staff restructuring measures.

Profit/loss from operations (EBIT)

Profit from operations amounted to EUR 1.6 billion, an increase of 3.5 % year-on-year, driven in particular by the positive trend in EBITDA. This was offset by an increase of 3.2 % in depreciation, amortization and impairment losses, mainly resulting from rising volumes in the fiber-optic and mobile communications build-out, and from higher investments in licenses.

Cash capex (before spectrum investment), cash capex

Cash capex (before spectrum investment) decreased by EUR 243 million or 16.3 % compared with the prior-year period, primarily due to the timing of the allocation of investments in the fiber build-out. The number of households passed by our fiber-optic network had increased to 10.5 million by the end of the first quarter of 2025. In mobile communications, 98.3 % of German households can already use 5G.

United States

Customer development

thousands	Mar. 31, 2025	Dec. 31, 2024	Change Mar. 31, 2025/ Dec. 31, 2024 %	Mar. 31, 2024	Change Mar. 31, 2025/ Mar. 31, 2024 %
Customers	130,910	129,528	1.1	120,872	8.3
Postpaid customers	105,455	104,118	1.3	99,272	6.2
Postpaid phone customers	79,508	79,013	0.6	76,468	4.0
Other postpaid customers	25,947	25,105	3.4	22,804	13.8
Prepaid customers [a]	25,455	25,410	0.2	21,600	17.8

[a] In the second quarter of 2024, we acquired 3.5 million prepaid customers through the Ka'ena Acquisition, which includes the impact of certain base adjustments to align the policies of Ka'ena and T-Mobile US.

Customers

At March 31, 2025, the United States operating segment (T-Mobile US) had 130.9 million customers, compared to 129.5 million customers at December 31, 2024. Net customer additions were 1.4 million in the first quarter of 2025, compared to 1.2 million in the first quarter of 2024 due to the factors described below.

Postpaid net customer additions were 1.3 million in the first quarter of 2025, compared to 1.2 million in the first quarter of 2024. Postpaid net customer additions increased primarily from higher postpaid other net customer additions, partially offset by lower postpaid phone net customer additions. Postpaid other net additions increased primarily due to higher net additions from other connected devices (including SyncUP and IoT), higher net additions from mobile internet devices and higher net additions from High Speed Internet. This increase was partially offset by increased deactivations from a growing customer base and lower net additions from wearables. Postpaid phone net customer additions decreased primarily due to higher churn, primarily driven by the temporary impact of current year rate plan optimizations, increased deactivations from a growing customer base and lower prepaid to postpaid migrations. This decrease was partially offset by higher gross additions. High Speed Internet net customer additions included in postpaid other net customer additions were 387 thousand and 346 thousand in the first quarter of 2025 and 2024, respectively.

Prepaid net customer additions were 45 thousand in the first quarter of 2025, compared to losses of 48 thousand in the first quarter of 2024. The increase was primarily driven by higher net additions following the Ka'ena Acquisition and lower prepaid to postpaid migrations, partially offset by continued moderation of prepaid industry growth. High Speed Internet net customer additions included in prepaid net customer additions and losses were 37 thousand and 59 thousand in the first quarter of 2025 and 2024, respectively.

Development of operations

millions of €		Q1 2025	Q1 2024	Change	Change %	FY 2024
Revenue		**19,800**	**18,009**	**1,791**	**9.9**	**75,046**
Service revenue		**16,081**	**14,827**	**1,254**	**8.5**	**61,143**
EBITDA		8,874	8,031	842	10.5	35,869
Special factors affecting EBITDA		20	(111)	131	n.a.	2,432
EBITDA (adjusted for special factors)		8,853	8,142	711	8.7	33,437
EBITDA AL		7,636	6,802	834	12.3	30,890
Special factors affecting EBITDA AL		13	(130)	143	n.a.	2,345
EBITDA AL (adjusted for special factors)		**7,623**	**6,932**	**691**	**10.0**	**28,545**
EBITDA AL margin (adjusted for special factors)	%	38.5	38.5			38.0
Depreciation, amortization and impairment losses		(3,926)	(4,003)	77	1.9	(15,546)
Profit (loss) from operations (EBIT)		**4,947**	**4,028**	**919**	**22.8**	**20,323**
EBIT margin	%	25.0	22.4			27.1
Cash capex		(2,390)	(2,476)	86	3.5	(11,410)
Cash capex (before spectrum investment)		**(2,325)**	**(2,420)**	**95**	**3.9**	**(8,248)**

Revenue, service revenue

Total revenue for the United States operating segment of EUR 19.8 billion in the first quarter of 2025 increased by 9.9 %, compared to EUR 18.0 billion in the first quarter of 2024. In U.S. dollars, T-Mobile US' total revenue increased by 6.6 % during the same period. Total revenue increased primarily due to higher service and equipment revenues. The components of these changes are described below.

Service revenues increased in the first quarter of 2025 by 8.5 % to EUR 16.1 billion. In U.S. dollars, T-Mobile US' service revenues increased by 5.1 % during the same period. This increase resulted from higher postpaid revenues, primarily due to higher postpaid Average Revenue per Account (ARPA) and higher average postpaid accounts. In addition, service revenues increased from higher prepaid revenues. Prepaid revenues increased primarily due to higher average prepaid customers, primarily from the prepaid customers acquired through the Ka'ena Acquisition, partially offset by lower prepaid Average Revenue per User (ARPU). The increase in service revenues was partially offset by lower wholesale and other service revenues, primarily from lower MVNO revenues, including the impact from the Ka'ena Acquisition and lower DISH and TracFone MVNO revenues and lower Affordable Connectivity Program revenues.

Equipment revenues increased in the first quarter of 2025 primarily from an increase in device sales revenue, primarily from higher average revenue per device sold, net of promotions. The increase in average revenue per device sold, net of promotions was primarily driven by an increase in the high-end phone mix, including the impact of higher postpaid device upgrades and lower Assurance Wireless device sales. The increase in equipment revenues was also driven by an increase in liquidation revenue, primarily due to an increase in the high-end phone mix and a higher number of liquidated devices.

Other revenues were essentially flat.

Adjusted EBITDA AL, EBITDA AL

In euros, adjusted EBITDA AL increased by 10.0 % to EUR 7.6 billion in the first quarter of 2025, compared to EUR 6.9 billion in the first quarter of 2024. The adjusted EBITDA AL margin was 38.5 % in the first quarter of 2025 and 2024. In U.S. dollars, adjusted EBITDA AL increased by 6.6 % during the same period. Adjusted EBITDA AL increased primarily due to higher service revenues and higher equipment revenues, as discussed above. This increase was partially offset by higher equipment costs, primarily from higher average cost per device sold, primarily driven by an increase in the high-end phone mix, including the impact of higher postpaid device upgrades and lower Assurance Wireless device sales. The increase in adjusted EBITDA AL was also partially offset by an increase in liquidation costs, primarily due to an increase in the high-end phone mix and a higher number of liquidated devices, and higher payroll and benefit related expenses.

EBITDA AL in the first quarter of 2025 included special factors of EUR 13 million compared to EUR -130 million in the first quarter of 2024. The change in special factors was primarily due to lower Sprint Merger-related costs and legal-related insurance recoveries recognized in the first quarter of 2025 related to the August 2021 cyberattack. Overall, EBITDA AL increased by 12.3 % to EUR 7.6 billion in the first quarter of 2025, compared to EUR 6.8 billion in the first quarter of 2024, primarily due to the factors described above, including special factors.

Profit/loss from operations (EBIT)

EBIT increased by 22.8 % to EUR 4.9 billion in the first quarter of 2025, compared to EUR 4.0 billion in the first quarter of 2024. In U.S. dollars, EBIT increased by 19.1 % during the same period primarily due to higher EBITDA AL. In U.S. dollars, depreciation, amortization and impairment losses decreased by 4.9 % in the same period primarily due to higher depreciation expense from the acceleration of certain technology assets in the prior year.

Cash capex (before spectrum investment), cash capex

Cash capex (before spectrum investment) decreased by 3.9 % to EUR 2.3 billion in the first quarter of 2025, compared to EUR 2.4 billion in the first quarter of 2024. In U.S. dollars, cash capex (before spectrum investment) decreased by 6.1 % during the same period due to a decrease in purchases of property and equipment, primarily due to increased capital efficiencies from accelerated investments in the T-Mobile US nationwide 5G network in previous years.

Cash capex decreased by 3.5 % to EUR 2.4 billion in the first quarter of 2025, compared to EUR 2.5 billion in the first quarter of 2024. In U.S. dollars, cash capex decreased by 5.7 % during the same period primarily due to lower purchases of property and equipment as discussed above.

Europe

Customer development

thousands		Mar. 31, 2025	Dec. 31, 2024	Change Mar. 31, 2025/ Dec. 31, 2024 %	Mar. 31, 2024	Change Mar. 31, 2025/ Mar. 31, 2024 %
Europe, total	Mobile customers	49,790	49,722	0.1	48,837	2.0
	Contract customers [a]	26,934	26,811	0.5	26,263	2.6
	Prepaid customers [a]	22,856	22,911	(0.2)	22,574	1.2
	Fixed-network lines	8,087	8,076	0.1	8,021	0.8
	Broadband customers [b]	7,241	7,173	0.9	6,996	3.5
	Television (IPTV, satellite, cable)	4,409	4,410	0.0	4,311	2.3
	Unbundled local loop lines (ULL) /Wholesale PSTN	1,398	1,445	(3.3)	1,575	(11.2)
	Wholesale broadband lines	1,196	1,182	1.2	1,137	5.1
Greece	Mobile customers	7,137	7,143	(0.1)	7,107	0.4
	Fixed-network lines	2,568	2,581	(0.5)	2,611	(1.6)
	Broadband customers [b]	2,351	2,352	0.0	2,356	(0.2)
Romania	Mobile customers	3,444	3,517	(2.1)	3,661	(5.9)
Hungary	Mobile customers	6,464	6,454	0.2	6,324	2.2
	Fixed-network lines	1,961	1,958	0.1	1,938	1.2
	Broadband customers	1,666	1,654	0.8	1,609	3.5
Poland	Mobile customers	12,951	12,865	0.7	12,575	3.0
	Fixed-network lines	28	28	(0.1)	29	(1.8)
	Broadband customers	402	359	12.0	285	40.9
Czech Republic	Mobile customers	6,524	6,510	0.2	6,492	0.5
	Fixed-network lines	856	835	2.5	773	10.7
	Broadband customers	524	512	2.3	472	11.0
Croatia	Mobile customers	2,472	2,477	(0.2)	2,337	5.8
	Fixed-network lines	864	867	(0.4)	868	(0.5)
	Broadband customers	669	669	0.0	663	0.9
Slovakia	Mobile customers	2,548	2,534	0.6	2,527	0.8
	Fixed-network lines	853	849	0.5	854	(0.1)
	Broadband customers	665	664	0.1	657	1.2
Austria	Mobile customers	6,529	6,428	1.6	6,088	7.2
	Fixed-network lines	614	615	(0.1)	610	0.8
	Broadband customers	669	669	(0.1)	667	0.3
Other [c]	Mobile customers	1,721	1,796	(4.2)	1,725	(0.2)
	Fixed-network lines	342	342	(0.1)	338	1.2
	Broadband customers	295	294	0.3	286	2.9

[a] In Poland, a hybrid prepaid-postpaid rate plan portfolio for contract customers was reclassified as of January 1, 2025. Since then, around 1 million customers that were previously reported as contract customers have been classified as prepaid customers. Comparatives have been adjusted retrospectively.
[b] In Greece, the broadband customer base was reduced as of January 1, 2025 as a result of a revised definition. Comparatives have been adjusted retrospectively.
[c] “Other”: national companies of North Macedonia, Montenegro, and the lines of the GTS Central Europe group in Romania.

Total

In the Europe operating segment, almost all key performance indicators for customer development posted improvement compared with the end of 2024. Our convergent product portfolio generated growth of 1.8 % in FMC customers thanks to ongoing demand. The number of mobile customers remained stable. Our build-out of the 5G network is making good progress. The build-out of our fixed-network infrastructure with state-of-the-art optical fiber is our priority. The number of broadband customers increased by 0.9 %.

Mobile communications
In our Europe operating segment, the overall number of mobile customers as of March 31, 2025 remained stable against the prior-year-end at 49.8 million. The number of contract customers increased slightly by 0.5 %. All national companies except for Hungary contributed to this growth, especially Greece, Poland, the Czech Republic, and Slovakia. Overall, contract customers accounted for 54.1 % of the total customer base. Our customers benefit from greater coverage with fast mobile broadband – a result of our integrated network strategy. The footprint countries of our operating segment are also making further headway with 5G. As of the end of the first quarter of 2025, our national companies covered 79.0 % of the population on average with 5G, a further increase against the prior year.

The prepaid customer base declined slightly by 0.2 % compared with the end of 2024. We convinced a portion of our prepaid customers to switch to higher-value contract rate plans.

Fixed network
The broadband business increased by 0.9 % compared with the end of 2024 to a total of 7.2 million customers. This growth is mainly driven by the national companies in Poland, Hungary, and the Czech Republic. By continuing to invest in optical fiber, we are systematically building out our fixed-network infrastructure. As of the end of the first quarter of 2025, around 10.4 million households (39.5 % coverage) have access to our high-performance fiber-optic network offering gigabit speeds. Compared with the end of 2024, we have won around 200 thousand new subscriptions. As of the end of the first quarter of 2025, the number of fixed-network lines subscribed to was on a par with the prior-year level at 8.1 million.

The TV and entertainment business had a total of 4.4 million customers as of March 31, 2025, which was stable against the end of the prior year. The TV market is already saturated in many of the countries in our segment, where TV services are offered not only by telecommunications companies, but also by OTT players.

FMC – fixed-mobile convergence and digitalization
Our portfolio of convergent products, MagentaOne, was highly popular with consumers across all of our national companies. As of March 31, 2025, we had 8.3 million FMC customers; this corresponds to growth of 1.8 % compared with the end of the prior year. Almost all of our national companies, but in particular Greece, Poland, Hungary, and the Czech Republic, contributed to this absolute growth. We have also seen a modest rise in customer numbers from the marketing of our MagentaOne Business product to business customers.

We continue to expand our digital interaction with customers, which means we can meet customer needs in a more personalized and efficient way, and position products and innovative services on the market more quickly. Our service app is used by 71.1 % of our consumers.

Development of operations

millions of €

		Q1 2025	Q1 2024	Change	Change %	FY 2024
Revenue		**3,053**	**2,959**	**95**	**3.2**	**12,347**
Greece		819	812	7	0.8	3,334
Romania		61	66	(5)	(8.0)	263
Hungary		548	525	23	4.3	2,238
Poland		423	395	28	7.1	1,660
Czech Republic		308	301	7	2.3	1,238
Croatia		247	233	14	6.0	1,012
Slovakia		216	206	11	5.2	864
Austria		367	361	6	1.5	1,494
Other [a]		80	75	5	6.3	315
Service revenue		**2,564**	**2,455**	**109**	**4.4**	**10,239**
EBITDA		1,248	1,179	69	5.8	4,869
Special factors affecting EBITDA		(22)	(19)	(4)	(20.1)	(71)
EBITDA (adjusted for special factors)		1,270	1,198	72	6.0	4,939
EBITDA AL		1,118	1,050	68	6.5	4,360
Special factors affecting EBITDA AL		(22)	(19)	(4)	(20.1)	(71)
EBITDA AL (adjusted for special factors)		**1,141**	**1,069**	**72**	**6.7**	**4,431**
Greece		329	323	6	1.8	1,346
Romania		0	3	(3)	(99.9)	1
Hungary		221	178	43	24.2	768
Poland		113	104	8	7.9	435
Czech Republic		137	131	6	4.7	506
Croatia		88	86	2	2.8	384
Slovakia		102	96	6	6.3	389
Austria		140	138	2	1.4	546
Other [a]		10	10	1	8.5	54
EBITDA AL margin (adjusted for special factors)	%	37.4	36.1			35.9
Depreciation, amortization and impairment losses		(631)	(638)	7	1.1	(2,622)
Profit (loss) from operations (EBIT)		**616**	**541**	**75**	**13.9**	**2,247**
EBIT margin	%	20.2	18.3			18.2
Cash capex		(575)	(484)	(91)	(18.9)	(1,919)
Cash capex (before spectrum investment)		**(504)**	**(483)**	**(21)**	**(4.3)**	**(1,872)**

The contributions of the national companies correspond to their respective unconsolidated financial statements and do not take consolidation effects at operating segment level into account.

a "Other": national companies in North Macedonia, Montenegro, and the GTS Central Europe group in Romania, as well as the Europe Headquarters.

Revenue, service revenue

Our Europe operating segment generated revenue of EUR 3.1 billion in the first quarter of 2025, a year-on-year increase of 3.2 %. In organic terms, revenue increased by 3.7 %. Service revenues grew by 4.4 % year-on-year, or by 5.0 % in organic terms, with our national companies in Hungary, Poland, Croatia, Greece, and Slovakia recording the strongest developments in absolute terms by country.

Organic service revenue growth was due to the strong performance of the mobile business on the back of a larger contract customer base and higher revenue per customer. Fixed-network service revenues also increased year-on-year. Our intense focus on the continued build-out of high-speed network infrastructure drove growth in broadband and TV revenues, which more than offset the expected declines in voice telephony revenues. The IT business also made a positive contribution to revenue.

Service revenues from **Consumers** increased in organic terms by 4.4 % against the prior-year period. In mobile communications, service revenues increased as a result of both a higher contract customer base and higher revenue per customer. In the fixed network, revenue from broadband and TV business increased thanks to our continuous fiber-optic build-out and our TV and entertainment offerings. This more than offset the decline in revenue from voice telephony. In addition, a higher number of FMC customers had a positive impact on revenue development.

Service revenues from **Business Customers** grew on an organic basis by 6.0 % against the prior-year period, with Greece, Hungary, Poland, and Croatia making the largest contribution. All product areas – mobile communications, fixed network, and IT – recorded growth. The mobile contract customer base grew by 2.2 %, with almost all of our national companies, but in particular Poland, Romania, Austria, Croatia, and Greece, contributing to this growth. In the fixed-network business, the number of broadband customers rose by 5.3 %, with Greece, the Czech republic, Poland, and Hungary making the largest contributions. Fixed-network service revenues grew on an organic basis by 2.9 % overall, with the strongest growth recorded in the segment of smaller business customers. IT revenues increased substantially by 11.0 % year-on-year in organic terms, due to an increase in business with digital infrastructure. This trend was mainly driven by Greece, Hungary, Croatia, and Poland. Revenues from security products and cloud solutions decreased due to seasonal effects.

Adjusted EBITDA AL, EBITDA AL

The sound operational revenue trend resulted in strong growth of 6.7 % in adjusted EBITDA AL in the first quarter of 2025, to EUR 1.1 billion. In organic terms, adjusted EBITDA AL grew by 7.2 %. Looking at the development by country, this increase was attributable to positive absolute trends, in particular in Hungary, the Czech Republic, Slovakia, Greece, and Poland. These increases were partially offset by declines in Romania. A positive net margin was sufficient to more than offset higher indirect costs overall. These were affected in part by higher personnel costs as a result of the inflation-induced increases in salaries. The revocation of the supplementary telecommunications tax imposed in Hungary as of January 1, 2025 had an offsetting effect.

At EUR 1.1 billion, EBITDA AL increased by 6.5 % against the prior-year period. The expense arising from special factors increased slightly year-on-year.

Development of operations in selected countries

Greece. Revenue in Greece amounted to EUR 819 million in the first quarter of 2025, a year-on-year increase of 0.8 %. In organic terms, revenues increased by 1.5 %. This development is largely due to higher service revenues, mainly from IT, but also from the mobile businesses. Revenue in the fixed-network business declined slightly year-on-year. In addition to the expected decline in revenues in traditional voice telephony, declines were also recorded in wholesale business. Higher revenues in the TV and broadband business had an offsetting effect. Our convergence products continued to perform well, with further customer additions and corresponding revenue.

Adjusted EBITDA AL stood at EUR 329 million, up 1.8 % year-on-year. In organic terms, the increase was 1.9 %, driven by a higher net margin.

Hungary. Revenue in Hungary totaled EUR 548 million in the first quarter of 2025, which corresponds to growth of 4.3 % despite unfavorable exchange rate effects. In organic terms, revenue was up significantly against the prior-year period by 8.7 %. This development was driven mainly by the mobile business, in part on the back of higher revenue per customer, and by higher service revenues in the fixed-network business, mainly in broadband business. Thanks to our increased investments in the build-out of fiber-optic lines, our offers have won over large numbers of customers. IT revenues also posted significant growth. Our convergence products continued to perform well, with further customer additions and corresponding revenue.

Adjusted EBITDA AL stood at EUR 221 million, 24.2 % above the level of the prior-year period. In organic terms, adjusted EBITDA AL grew by 29.5 %. This substantial increase was due to a significantly higher net margin from the positive development in operating business, as well as to the revocation of the supplementary telecommunications tax as of January 1, 2025.

Poland. In the first quarter of 2025, revenue in Poland totaled EUR 423 million, an increase of 7.1 %. Excluding positive exchange rate effects, revenue increased by 3.8 %. Mobile service revenues recorded the strongest growth here, driven by a growing higher contract customer base. Broadband revenues from the fixed-network business also posted significant increases, likewise as a result of a growing customer base. The IT business recorded much higher revenue growth. The number of FMC customers increased substantially again, with a corresponding positive impact on revenues.

Adjusted EBITDA AL stood at EUR 113 million, 7.9 % above the level of the prior-year period. In organic terms, adjusted EBITDA AL grew by 4.7 %, due to a higher net margin, which more than offset the increase in indirect costs.

Czech Republic. Revenue in the Czech Republic stood at EUR 308 million in the first quarter of 2025, an increase of 2.3 % against the level of the prior-year period. Service revenues increased by 2.6 %, mainly due to increases in the fixed network business, particularly the broadband and TV businesses. Mobile revenues also recorded positive growth rates, driven by growth in the respective customer bases. The number of FMC customers likewise grew in the reporting period with corresponding revenues. This was offset by slight declines in IT revenues.

Adjusted EBITDA AL increased by 4.7 % year-on-year to EUR 137 million, on the back of a higher net margin driven by higher mobile and fixed-network service revenues. This was partially offset by an increase in indirect costs.

Austria. Revenue generated in Austria increased by 1.5 % to EUR 367 million in the first quarter of 2025. This development was driven by higher service revenues from the mobile business on account of an increase in the customer base. The broadband business also recorded growth as a result of a slightly larger customer base and higher revenue per customer. The number of FMC customers grew in the reporting period with corresponding revenues. Revenue in the IT business remained stable.

Adjusted EBITDA AL increased by 1.4 % year-on-year to EUR 140 million. These earnings are driven by higher revenue and a one-time effect in direct costs, offset by higher indirect costs, in part for personnel and energy.

Profit/loss from operations (EBIT)

In our Europe operating segment, EBIT increased by 13.9 % in the first quarter of 2025 to EUR 616 million, mainly due to the 5.8 % increase in EBITDA. Depreciation, amortization and impairment losses were down slightly on the prior-year period.

Cash capex (before spectrum investment), cash capex

In the first quarter of 2025, our Europe operating segment reported cash capex (before spectrum investment) of EUR 504 million, up 4.3 % year-on-year. This increase is attributable to both higher investments and the timing of their allocation. Cash capex increased by 18.9 % compared with the prior-year period due to cash outflows for the acquisition of spectrum in Poland. We continue to invest in the provision of broadband, fiber-optic technology, and 5G as part of our integrated network strategy.

Systems Solutions

Order entry

millions of €	Q1 2025	FY 2024	Q1 2024	Change Q1 2025/ Q1 2024 %
Order entry	963	4,020	823	17.0

Development of business

In the reporting period, our systems solutions business continued to focus on growth and future viability.

Order entry in our Systems Solutions operating segment was up by 17.0 % year-on-year in the first quarter of 2025. This development is mainly attributable to increased order entry in the Cloud, Digital, and Road Charging portfolio areas.

Development of operations

millions of €		Q1 2025	Q1 2024	Change	Change %	FY 2024
Revenue		**1,009**	**993**	**16**	**1.7**	**4,004**
Of which: external revenue		850	843	7	0.8	3,377
Service revenue		**1,008**	**973**	**35**	**3.6**	**3,883**
EBITDA		79	77	2	2.7	344
Special factors affecting EBITDA		(25)	(23)	(1)	(5.7)	(118)
EBITDA (adjusted for special factors)		104	100	3	3.4	462
EBITDA AL		56	54	2	3.9	251
Special factors affecting EBITDA AL		(25)	(23)	(1)	(5.7)	(118)
EBITDA AL (adjusted for special factors)		**81**	**77**	**3**	**4.4**	**369**
EBITDA AL margin (adjusted for special factors)	%	8.0	7.8			9.2
Depreciation, amortization and impairment losses		(61)	(59)	(2)	(3.3)	(237)
Profit (loss) from operations (EBIT)		**18**	**18**	**0**	**0.8**	**107**
EBIT margin	%	1.8	1.8			2.7
Cash capex		(57)	(63)	6	9.5	(229)
Cash capex (before spectrum investment)		**(57)**	**(63)**	**6**	**9.5**	**(229)**

Revenue, service revenue

Revenue in our Systems Solutions operating segment in the first quarter of 2025 amounted to EUR 1.0 billion, up 1.7 % year-on-year, mainly due to growth in the Digital and Road Charging portfolio areas. External revenue increased by 0.8 %, also driven by the Digital and Road Charging portfolio areas. Service revenue also developed positively, increasing by 3.6 %.

Adjusted EBITDA AL, EBITDA AL

In the first quarter of 2025, adjusted EBITDA AL at our Systems Solutions operating segment increased by 4.4 % year-on-year to EUR 81 million. The increase in adjusted EBITDA AL is mainly attributable to revenue growth in the Digital and Road Charging areas. EBITDA AL increased by EUR 2 million compared with the prior-year period to EUR 56 million. The expense arising from special factors increased by EUR 2 million year-on-year to EUR 25 million, mainly as a result of higher restructuring costs.

Profit/loss from operations (EBIT)

EBIT in our Systems Solutions operating segment remained unchanged against the prior-year period at EUR 18 million. The operational improvement was offset by higher depreciation, amortization and impairment losses.

Cash capex (before spectrum investment), cash capex

Cash capex in the Systems Solutions operating segment stood at EUR 57 million in the first quarter of 2025, down EUR 6 million against the prior-year period. This trend mainly resulted from lower capital expenditure in the Digital portfolio area.

Group Development

Development of operations

millions of €

		Q1 2025	Q1 2024	Change	Change %	FY 2024
Revenue		**2**	**2**	**0**	**(7.0)**	**10**
Service revenue		**0**	**0**	**0**	**n.a.**	**0**
EBITDA		(9)	(4)	(5)	n.a.	(36)
Special factors affecting EBITDA		0	2	(3)	n.a.	(5)
EBITDA (adjusted for special factors)		(8)	(6)	(2)	(30.9)	(32)
EBITDA AL		(9)	(4)	(5)	n.a.	(36)
Special factors affecting EBITDA AL		0	2	(3)	n.a.	(5)
EBITDA AL (adjusted for special factors)		**(8)**	**(6)**	**(2)**	**(30.9)**	**(32)**
EBITDA AL margin (adjusted for special factors)	%	n.a.	n.a.			n.a.
Depreciation, amortization and impairment losses		(1)	(1)	0	(35.7)	(3)
Profit (loss) from operations (EBIT)		**(9)**	**(5)**	**(5)**	**n.a.**	**(39)**
Cash capex		(1)	(1)	0	27.6	(4)
Cash capex (before spectrum investment)		**(1)**	**(1)**	**0**	**27.6**	**(4)**

The goal of our Group Development operating segment is to actively manage entities and equity investments to grow their value. For this reason, entities such as Deutsche Telekom Capital Partners and Comfort Charge are assigned to this segment. The segment currently does not provide a significant contribution to the Group's operational development. We therefore provide no corresponding explanation for this segment.

Group Headquarters & Group Services

Development of operations

millions of €

	Q1 2025	Q1 2024	Change	Change %	FY 2024
Revenue	**549**	**546**	**2**	**0.5**	**2,226**
Service revenue	**243**	**236**	**7**	**2.9**	**972**
EBITDA	(115)	(138)	23	17.0	(816)
Special factors affecting EBITDA	(8)	(37)	29	78.2	(301)
EBITDA (adjusted for special factors)	(106)	(101)	(6)	(5.5)	(515)
EBITDA AL	(174)	(205)	31	15.2	(1,103)
Special factors affecting EBITDA AL	(8)	(37)	29	78.2	(301)
EBITDA AL (adjusted for special factors)	**(166)**	**(168)**	**2**	**1.4**	**(801)**
Depreciation, amortization and impairment losses	(287)	(301)	14	4.6	(1,242)
Profit (loss) from operations (EBIT)	**(402)**	**(439)**	**37**	**8.5**	**(2,058)**
Cash capex	(210)	(199)	(10)	(5.3)	(833)
Cash capex (before spectrum investment)	**(210)**	**(199)**	**(10)**	**(5.3)**	**(833)**

Revenue, service revenue

Revenue and service revenue in our Group Headquarters & Group Services segment were slightly up against the prior-year period in the first quarter of 2025.

Adjusted EBITDA AL, EBITDA AL

In the first quarter of 2025, adjusted EBITDA AL was slightly up against the level of the prior-year period at EUR -166 million. Overall, special factors negatively affecting EBITDA AL – in particular due to staff-related measures – totaled EUR 8 million in the reporting period and EUR 37 million in the prior-year period.

Profit/loss from operations (EBIT)

The year-on-year improvement in EBIT by EUR 37 million to EUR -402 million was largely due to the positive development of EBITDA. Furthermore, depreciation, amortization and impairment losses decreased, mainly due to a lower capitalization rate for own capitalized costs in connection with IT projects.

Cash capex (before spectrum investment), cash capex
Cash capex increased by EUR 10 million year-on-year, primarily due to higher cash capex for vehicles.

Events after the reporting period

Please refer to the section "Events after the reporting period" in the interim consolidated financial statements.

Forecast

The statements in this section reflect the current views of our management. Contrary to the forecast published in the 2024 combined management report (2024 Annual Report), we now expect to post higher adjusted EBITDA AL. Adjusted EBITDA AL for full-year 2025 was originally expected to come in at around EUR 44.9 billion. We now expect adjusted EBITDA AL for the Group to come in at around EUR 45.0 billion in the 2025 financial year. This is largely attributable to stronger-than-expected development of adjusted EBITDA AL in the United States operating segment, which we now anticipate at USD 32.4 billion, up from USD 32.3 billion. Due to the increased guidance for adjusted EBITDA AL, we now expect to record free cash flow AL for the Group (before dividend payments and spectrum investment) of around EUR 20.0 billion, up from our previous guidance of around EUR 19.9 billion.

All other statements made remain valid. Our planning assumes an unchanged U.S. dollar exchange rate of USD 1.08.

For more information on the business risks, please refer to the section "Risks and opportunities." For additional information and recent changes in the economic situation, please refer to the section "The economic environment." Readers are also referred to the "Disclaimer" at the end of this report.

Risks and opportunities

This section provides important additional information and explains recent changes in the risks and opportunities compared to those described in the 2024 combined management report (2024 Annual Report). Readers are also referred to the "Disclaimer" at the end of this report.

Corporate risks

Strategic risks

Market environment, Germany. Our Germany operating segment is facing market risks in the Consumers, Business Customers, and Wholesale segments due to an increasingly strained market environment (particularly with competition) and uncertain economic trends amid geopolitical challenges (e.g., trade tariffs). This trend could continue in the medium term, in which case we would have to raise the risk significance of the risk category "Market environment, Germany" from low to medium.

Operational risks

Procurement and suppliers. Deutsche Telekom's supply chains could be negatively impacted by a number of factors, such as geopolitical tensions, cyberattacks, and supply chain restructuring. At T-Mobile US, in certain areas such as terminal equipment, there are few suppliers who can provide adequate support, which may lead to unfavorable contract terms, decreased flexibility to switch to alternative third parties, and supply shortages. The new U.S. administration has imposed import tariffs on all countries set at varying rates. Suppliers could pass on the increased costs to T-Mobile US. We are therefore raising the risk significance of the risk category "Procurement and suppliers" from medium to high.

Litigation and anti-trust proceedings

Claims relating to charges for the shared use of cable ducts. In the claims filed by Vodafone Deutschland GmbH and Vodafone West GmbH against Telekom Deutschland GmbH alleging excessive charges for the use of cable ducts, which were referred by the Federal Court of Justice back to the responsible Higher Regional Courts, the plaintiff Vodafone Deutschland has since updated its demands for relief. Vodafone Deutschland now puts its claim at around EUR 980 million plus interest for the period from January 2012 to December 2024. It is currently not possible to estimate the financial impact with sufficient certainty.

Proceedings against T-Mobile US in consequence of the cyberattack on T-Mobile US in August 2021. The derivative action brought against the members of the Board of Directors of T-Mobile US and against T-Mobile US as nominal defendant in September 2022 was further dismissed in its entirety in appeal proceedings in the first quarter of 2025.

Class action relating to shareholder return programs of T-Mobile US. On February 25, 2025, a shareholder class action and derivative action was filed in the Delaware Court of Chancery against Deutsche Telekom AG, T Mobile US, and all of T-Mobile US' directors, asserting breach of fiduciary duties relating to the 2022 share buy-back program and the 2023–2024 shareholder return program of T-Mobile US. It is currently not possible to estimate the resulting claim and financial risk of these proceedings with sufficient certainty.

Assessment of the aggregate risk position

The aggregate risk position has deteriorated compared with the risks and opportunities as described in the 2024 combined management report (2024 Annual Report) due to the increasingly tense market environment in Germany and growing geopolitical uncertainty, particularly amid the introduction of trade tariffs. Our challenges continue to include in particular the regulatory factors, economic uncertainties, and intense competition, and the associated pressure on profitability in the telecommunications business, as well as the pressure to change arising from new technologies and strategic transformation. At the time of preparing this report, neither our risk management system nor our management could identify any material risks to the continued existence of Deutsche Telekom AG or a significant Group company as a going concern.

Interim consolidated financial statements

Consolidated statement of financial position

millions of €

	Mar. 31, 2025	Dec. 31, 2024	Change	Change %	Mar. 31, 2024
Assets					
Current assets	**47,820**	**37,161**	**10,660**	**28.7**	**38,990**
Cash and cash equivalents	17,008	8,472	8,536	n.a.	10,827
Trade receivables	15,868	16,411	(543)	(3.3)	15,141
Contract assets	2,725	2,711	13	0.5	2,481
Current recoverable income taxes	426	445	(19)	(4.3)	308
Other financial assets	4,643	4,418	225	5.1	5,199
Inventories	2,674	2,451	223	9.1	2,417
Other assets	2,338	1,996	342	17.1	2,465
Non-current assets and disposal groups held for sale	2,140	256	1,883	n.a.	152
Non-current assets	**257,160**	**267,773**	**(10,613)**	**(4.0)**	**256,232**
Intangible assets	142,654	149,115	(6,461)	(4.3)	138,247
Property, plant and equipment	65,075	66,612	(1,537)	(2.3)	65,074
Right-of-use assets	30,478	32,214	(1,736)	(5.4)	32,883
Capitalized contract costs	3,650	3,682	(31)	(0.9)	3,522
Investments accounted for using the equity method	8,015	7,343	672	9.2	4,704
Other financial assets	3,023	3,326	(303)	(9.1)	4,168
Deferred tax assets	2,608	3,682	(1,073)	(29.2)	6,052
Other assets	1,656	1,800	(144)	(8.0)	1,581
Total assets	**304,980**	**304,934**	**47**	**0.0**	**295,222**
Liabilities and shareholders' equity					
Current liabilities	**38,844**	**35,182**	**3,661**	**10.4**	**35,141**
Financial liabilities	13,969	9,852	4,117	41.8	10,944
Lease liabilities	5,491	5,674	(183)	(3.2)	5,710
Trade and other payables	8,854	9,489	(635)	(6.7)	8,334
Income tax liabilities	1,019	736	284	38.6	777
Other provisions	3,032	3,537	(504)	(14.3)	3,474
Other liabilities	3,974	3,516	458	13.0	3,964
Contract liabilities	2,499	2,378	121	5.1	1,937
Liabilities directly associated with non-current assets and disposal groups held for sale	5	0	5	n.a.	0
Non-current liabilities	**168,361**	**171,111**	**(2,751)**	**(1.6)**	**166,868**
Financial liabilities	102,880	102,339	541	0.5	98,317
Lease liabilities	32,805	34,574	(1,769)	(5.1)	35,164
Provisions for pensions and other employee benefits	2,595	3,209	(614)	(19.1)	3,881
Other provisions	4,213	4,332	(118)	(2.7)	4,175
Deferred tax liabilities	23,619	24,260	(641)	(2.6)	22,873
Other liabilities	1,226	1,366	(140)	(10.2)	1,643
Contract liabilities	1,022	1,032	(10)	(0.9)	815
Liabilities	**207,205**	**206,294**	**911**	**0.4**	**202,009**
Shareholders' equity	**97,776**	**98,640**	**(864)**	**(0.9)**	**93,213**
Issued capital	12,765	12,765	0	0.0	12,765
Treasury shares	(253)	(220)	(33)	(15.0)	(72)
	12,512	**12,545**	**(33)**	**(0.3)**	**12,694**
Capital reserves	54,151	55,102	(951)	(1.7)	56,737
Retained earnings including carryforwards	(5,719)	(16,959)	11,240	66.3	(12,511)
Total other comprehensive income	290	1,399	(1,109)	(79.3)	232
Net profit (loss)	2,845	11,209	(8,364)	(74.6)	1,982
Issued capital and reserves attributable to owners of the parent	**64,079**	**63,296**	**783**	**1.2**	**59,135**
Non-controlling interests	33,697	35,344	(1,646)	(4.7)	34,078
Total liabilities and shareholders' equity	**304,980**	**304,934**	**47**	**0.0**	**295,222**

Consolidated income statement

millions of €

	Q1 2025	Q1 2024	Change %	FY 2024
Net revenue	**29,755**	**27,942**	**6.5**	**115,769**
Of which: interest income calculated using the effective interest method	189	170	11.5	658
Of which: revenue from insurance contracts	1,164	1,130	3.0	4,554
Other operating income	323	246	31.3	3,913
Changes in inventories	0	26	(98.3)	4
Own capitalized costs	658	652	0.9	2,628
Goods and services purchased	(11,667)	(11,240)	(3.8)	(47,374)
Personnel costs	(4,956)	(4,549)	(8.9)	(19,004)
Other operating expenses	(1,335)	(1,317)	(1.4)	(5,632)
Impairment losses on financial assets, contract assets, and lease assets	(363)	(325)	(11.6)	(1,357)
Gains (losses) from the write-off of financial assets measured at amortized cost	(3)	(3)	(1.1)	(19)
Other	(970)	(989)	2.0	(4,256)
EBITDA	**12,779**	**11,760**	**8.7**	**50,304**
Depreciation, amortization and impairment losses	(6,013)	(6,074)	1.0	(24,027)
Profit (loss) from operations (EBIT)	**6,766**	**5,686**	**19.0**	**26,277**
Finance costs	(1,516)	(1,430)	(6.0)	(5,686)
Interest income	171	224	(23.6)	927
Interest expense	(1,687)	(1,654)	(2.0)	(6,613)
Share of profit (loss) of associates and joint ventures accounted for using the equity method	605	(6)	n.a.	2,534
Other financial income (expense)	(6)	69	n.a.	(168)
Profit (loss) from financial activities	**(917)**	**(1,367)**	**32.9**	**(3,319)**
Profit (loss) before income taxes	**5,849**	**4,319**	**35.4**	**22,958**
Income taxes	(1,519)	(1,176)	(29.1)	(5,301)
Profit (loss)	**4,330**	**3,143**	**37.8**	**17,657**
Profit (loss) attributable to				
Owners of the parent (net profit (loss))	2,845	1,982	43.5	11,209
Non-controlling interests	1,485	1,161	27.9	6,448

Earnings per share

		Q1 2025	Q1 2024	Change %	FY 2024
Profit (loss) attributable to the owners of the parent (net profit (loss))	millions of €	2,845	1,982	43.5	11,209
Adjusted weighted average number of ordinary shares outstanding (basic and diluted)	millions	4,894	4,969	(1.5)	4,938
Earnings per share (basic and diluted)	€	**0.58**	**0.40**	**45.7**	**2.27**

Consolidated statement of comprehensive income

millions of €

	Q1 2025	Q1 2024	Change	FY 2024
Profit (loss)	**4,330**	**3,143**	**1,187**	**17,657**
Items not subsequently reclassified to profit or loss (not recycled)				
Gains (losses) from the remeasurement of equity instruments	3	6	(3)	54
Gains (losses) from the remeasurement of defined benefit plans	505	90	415	834
Income taxes relating to components of other comprehensive income	(70)	(86)	16	(117)
	438	**10**	**428**	**772**
Items subsequently reclassified to profit or loss (recycled), if certain reasons are given				
Exchange differences on translating foreign operations				
Recognition of other comprehensive income in income statement	0	0	0	2
Change in other comprehensive income (not recognized in income statement)	(2,583)	1,405	(3,987)	3,901
Gains (losses) from the remeasurement of debt instruments				
Recognition of other comprehensive income in income statement	306	296	10	1,163
Change in other comprehensive income (not recognized in income statement)	(276)	(260)	(16)	(1,116)
Gains (losses) from hedging instruments (designated risk components)				
Recognition of other comprehensive income in income statement	119	(55)	174	(44)
Change in other comprehensive income (not recognized in income statement)	37	147	(110)	(13)
Gains (losses) from hedging instruments (hedging costs)				
Recognition of other comprehensive income in income statement	0	0	0	1
Change in other comprehensive income (not recognized in income statement)	2	2	0	(4)
Share of profit (loss) of investments accounted for using the equity method				
Recognition of other comprehensive income in income statement	1	1	0	0
Change in other comprehensive income (not recognized in income statement)	2	14	(12)	(9)
Income taxes relating to components of other comprehensive income	(68)	(39)	(29)	21
	(2,460)	**1,511**	**(3,971)**	**3,902**
Other comprehensive income	**(2,022)**	**1,521**	**(3,543)**	**4,674**
Total comprehensive income	**2,308**	**4,664**	**(2,356)**	**22,331**
Total comprehensive income attributable to				
Owners of the parent	2,149	2,730	(581)	13,816
Non-controlling interests	159	1,934	(1,775)	8,515

Consolidated statement of changes in equity

millions of €

	Issued capital and reserves attributable to owners of the parent															
	Equity contributed			Consolidated shareholders' equity generated		Total other comprehensive income										
	Issued capital	Treasury shares	Capital reserves	Retained earnings including carry-forwards	Net profit (loss)	Translation of foreign operations	Revaluation surplus	Equity instruments measured at fair value through other compre-hensive income (IFRS 9)	Debt instruments measured at fair value through other compre-hensive income (IFRS 9)	Hedging instruments: designated risk components (IFRS 9)	Hedging instruments: hedging costs (IFRS 9)	Investments accounted for using the equity method	Taxes	Total	Non-controlling interests	Total share-holders' equity
Balance at January 1, 2024	**12,765**	**(20)**	**56,786**	**(29,869)**	**17,788**	**(720)**	**0**	**36**	**(10)**	**291**	**12**	**(26)**	**(108)**	**56,925**	**34,312**	**91,237**
Changes in the composition of the Group														0	0	0
Transactions with owners			(95)			(7)				3			(1)	(100)	(1,518)	(1,617)
Unappropriated profit (loss) carried forward				17,788	(17,788)									0	0	0
Dividends														0	(693)	(693)
Capital increase at Deutsche Telekom AG														0	0	0
Capital increase from share-based payment			46											46	43	89
Share buy-back/shares held in a trust deposit		(52)		(416)										(468)	0	(468)
Profit (loss)					1,982									1,982	1,161	3,143
Other comprehensive income				(14)		680		5	18	70	2	15	(28)	748	773	1,521
Total comprehensive income														**2,730**	**1,934**	**4,664**
Transfer to retained earnings														0	0	0
Balance at March 31, 2024	**12,765**	**(72)**	**56,737**	**(12,511)**	**1,982**	**(47)**	**0**	**41**	**8**	**363**	**14**	**(11)**	**(137)**	**59,135**	**34,078**	**93,213**
Balance at January 1, 2025	**12,765**	**(220)**	**55,102**	**(16,959)**	**11,209**	**1,258**	**0**	**90**	**14**	**102**	**21**	**(35)**	**(51)**	**63,296**	**35,344**	**98,640**
Changes in the composition of the Group														0	0	0
Transactions with owners			(1,019)			19				(3)			1	(1,003)	(1,405)	(2,408)
Unappropriated profit (loss) carried forward				11,209	(11,209)									0	0	0
Dividends														0	(460)	(460)
Capital increase at Deutsche Telekom AG														0	0	0
Capital increase from share-based payment			68											68	61	128
Share buy-back/shares held in a trust deposit		(33)		(399)										(432)	0	(432)
Profit (loss)					2,845									2,845	1,485	4,330
Other comprehensive income				435		(1,302)		3	15	237	(2)	3	(85)	(696)	(1,327)	(2,022)
Total comprehensive income														**2,149**	**159**	**2,308**
Transfer to retained earnings				(5)				5						0	0	0
Balance at March 31, 2025	**12,765**	**(253)**	**54,151**	**(5,719)**	**2,845**	**(26)**	**0**	**98**	**30**	**337**	**19**	**(32)**	**(135)**	**64,079**	**33,697**	**97,776**

Consolidated statement of cash flows

millions of €

	Q1 2025	Q1 2024	Change	FY 2024
Profit (loss) before income taxes	**5,849**	**4,319**	**1,530**	**22,958**
Depreciation, amortization and impairment losses	6,013	6,074	(61)	24,027
(Profit) loss from financial activities	917	1,367	(450)	3,319
(Profit) loss on the disposal of fully consolidated subsidiaries	0	0	0	2
Other non-cash transactions	329	129	200	(1,457)
(Gains) losses from the disposal of intangible assets and property, plant and equipment	(11)	2	(13)	(189)
Change in assets carried as operating working capital	113	1,274	(1,160)	941
Change in other operating assets	(546)	(122)	(424)	(259)
Change in provisions	(562)	(602)	40	(760)
Change in liabilities carried as operating working capital	236	(1,348)	1,584	(1,612)
Change in other operating liabilities	568	267	301	(24)
Income taxes received (paid)	(166)	(323)	158	(1,504)
Dividends received	1	0	0	9
Net payments from entering into, canceling or changing the terms and conditions of interest rate derivatives	0	7	(7)	7
Cash generated from operations	**12,741**	**11,044**	**1,697**	**45,460**
Interest paid	(2,027)	(1,995)	(33)	(8,013)
Interest received	458	564	(106)	2,427
Net cash from operating activities	**11,172**	**9,614**	**1,558**	**39,874**
Cash outflows for investments in				
Intangible assets	(1,289)	(1,378)	89	(7,973)
Property, plant and equipment	(3,191)	(3,340)	149	(11,198)
Non-current financial assets	(147)	(114)	(33)	(485)
Payments for publicly funded investments in the broadband build-out	(90)	(89)	(1)	(402)
Proceeds from public funds for investments in the broadband build-out	52	26	26	469
Changes in cash and cash equivalents in connection with the acquisition of control of subsidiaries and associates	(700)	0	(700)	(357)
Proceeds from disposal of				
Intangible assets	1	0	1	46
Property, plant and equipment	28	33	(5)	143
Non-current financial assets	16	21	(5)	589
Changes in cash and cash equivalents in connection with the loss of control of subsidiaries and associates	0	(5)	4	1
Net change in short-term investments and marketable securities and receivables	(20)	215	(235)	273
Other	0	0	0	(7)
Net cash (used in) from investing activities	**(5,341)**	**(4,630)**	**(710)**	**(18,900)**
Proceeds from issue of current financial liabilities	31	14	17	1,407
Repayment of current financial liabilities	(766)	(1,366)	601	(9,622)
Proceeds from issue of non-current financial liabilities	8,871	3,966	4,906	9,638
Repayment of non-current financial liabilities	0	0	0	0
Dividend payments (including to other shareholders of subsidiaries)	(449)	(350)	(99)	(5,592)
Principal portion of repayment of lease liabilities	(1,511)	(1,579)	67	(6,209)
Deutsche Telekom AG share buy-back	(418)	(452)	34	(1,974)
Cash inflows from transactions with non-controlling entities	9	1,722	(1,713)	3,600
Cash outflows from transactions with non-controlling entities	(2,671)	(3,505)	834	(11,530)
Net cash (used in) from financing activities	**3,095**	**(1,552)**	**4,647**	**(20,282)**
Effect of exchange rate changes on cash and cash equivalents	(389)	121	(510)	506
Changes in cash and cash equivalents associated with non-current assets and disposal groups held for sale	(2)	0	(2)	0
Net increase (decrease) in cash and cash equivalents	**8,536**	**3,553**	**4,983**	**1,198**
Cash and cash equivalents, at the beginning of the period	**8,472**	**7,274**	**1,198**	**7,274**
Cash and cash equivalents, at the end of the period	**17,008**	**10,827**	**6,181**	**8,472**

Significant events and transactions

Accounting policies

In accordance with § 53 (6) of the Exchange Rules for the Frankfurter Wertpapierbörse (FWB), Deutsche Telekom AG voluntarily publishes a quarterly financial report that comprises interim consolidated financial statements and an interim Group management report. The interim consolidated financial statements were prepared in accordance with the IFRS® Accounting Standards (hereinafter referred to as "IFRS Accounting Standards") issued by the International Accounting Standards Board (IASB) and applicable to interim financial reporting as adopted by the EU as of the reporting date. The interim management report for the Group was prepared in accordance with the German Securities Trading Act.

Statement of compliance

The interim consolidated financial statements for the period ended March 31, 2025 are in compliance with International Accounting Standard (IAS) 34. As permitted by IAS 34, it has been decided to publish a condensed version compared to the consolidated financial statements as of December 31, 2024. All IFRS Accounting Standards applied by Deutsche Telekom AG have been adopted by the European Commission for use within the EU.

In the opinion of the Board of Management, the reviewed quarterly financial report includes all standard adjustments to be applied on an ongoing basis that are required to give a true and fair view of the results of operations and financial position of the Group. Please refer to the notes to the consolidated financial statements as of December 31, 2024 for the summary of accounting policies used in the consolidated interim financial statements.

Initial application of standards, interpretations, and amendments in the reporting period

Pronouncement	Title	To be applied by Deutsche Telekom from	Changes	Impact on the presentation of Deutsche Telekom's results of operations and financial position
IFRS Accounting Standards endorsed by the EU				
Amendments to IAS 21	Lack of Exchangeability	Jan. 1, 2025	The amendments amend IAS 21 to ■ specify when a currency is exchangeable into another currency and when it is not; ■ specify how an entity determines the exchange rate to apply when a currency is not exchangeable; and ■ require the disclosure of additional information when a currency is not exchangeable.	No impact.

For further information on standards, interpretations, and amendments that have been issued but not yet applied, as well as disclosures on the recognition and measurement of items in the statement of financial position and discretionary decisions and estimation uncertainties, please refer to the section "Summary of accounting policies" in the notes to the consolidated financial statements in the 2024 Annual Report.

Changes in accounting policies and changes in the reporting structure

Deutsche Telekom did not make any major changes to its accounting policies or reporting structure in the reporting period.

Development of the overall economic environment and the associated impact

Current indicators suggest that the global economy developed robustly overall in the first quarter of 2025. However, the change in political direction in the United States has led to increased volatility in the financial markets and given rise to a palpable increase in uncertainty amongst both companies and private households. The trade tariffs announced by the new U.S. government – some of which have already taken effect, some of which have already been revoked – have resulted in a significant shift in the global macroeconomic conditions. The extent to which the trade tariffs that have already taken effect and those further announced will be permanent, or for how long they will apply, or what retaliatory action may be taken, is still unclear. The telecommunications industry is not directly affected by trade tariffs and, in the past, has proven to be relatively resilient in the face of economic fluctuations.

Deutsche Telekom is aware that, in view of the current developments, it is only possible to extrapolate past experience to the future to a limited extent. Deutsche Telekom is constantly reassessing developments in the economic environment and takes them into account in its consolidated financial statements and financial reporting, e.g., when determining the impairment of goodwill, the recognition of deferred taxes, and the measurement of provisions, financial instruments, as well as of investments accounted for using the equity method.

Changes in the underlying parameters primarily relate to the exchange rates used for currency translation and to the interest rates for determining defined benefit obligations.

The euro exchange rates of certain significant currencies changed as follows:

€	Annual average rate		Rate at the reporting date		
	Q1 2025	Q1 2024	Mar. 31, 2025	Dec. 31, 2024	Mar. 31, 2024
100 Czech korunas (CZK)	3.98682	3.98826	4.00585	3.96834	3.95383
1,000 Hungarian forints (HUF)	2.46903	2.57533	2.48654	2.43070	2.53869
100 Macedonian denars (MKD)	1.62479	1.62378	1.62684	1.62725	1.62420
100 Polish zlotys (PLN)	23.80080	23.07900	23.90660	23.38780	23.26340
1 U.S. dollar (USD)	0.95040	0.92119	0.92400	0.96209	0.92601

The following key discount rates were used when calculating the present value of defined benefit obligations:

%	Mar. 31, 2025	Dec. 31, 2024
Germany	3.82	3.43
United States	5.61	5.72
Switzerland	1.27	1.03

Changes in the composition of the Group and other transactions

In the first three months of 2025, Deutsche Telekom conducted the following transactions with a material impact on the composition of the Group.

Acquisition of Vistar Media in the United States

On December 20, 2024, T-Mobile US entered into an agreement on the acquisition of 100 % of the outstanding capital stock of Vistar Media Inc. (Vistar Media), a provider of technology solutions for digital out-of-home advertisements. The transaction was consummated on February 3, 2025. All necessary regulatory approvals had been duly granted and all other closing conditions met. In exchange, T-Mobile US transferred cash of USD 0.6 billion (EUR 0.6 billion) to the seller. Part of the payment made as of the acquisition date was used to settle pre-existing relationships with Vistar Media and is excluded from the fair value of the consideration transferred.

Vistar Media is included in the consolidated financial statements as of February 3, 2025. The acquisition meets the conditions for a business combination in accordance with IFRS 3. The purchase price allocation and the measurement of the assets and liabilities has not yet been concluded as of March 31, 2025. Since the transaction was consummated close to the date of preparing the consolidated interim financial statements, the preliminary fair values listed below could subsequently change as soon as additional information becomes available and the measurements are complete. The preliminary fair values of acquired assets and assumed liabilities are presented in the following table:

millions of €	Fair value at the acquisition date
Assets	
Current assets	**197**
Cash and cash equivalents	41
Trade receivables	153
Other assets	3
Non-current assets	**594**
Goodwill	335
Other intangible assets	257
Of which: customer base	196
Of which: brands	8
Of which: other	53
Property, plant and equipment	1
Right-of-use assets	1
Assets	**791**
Liabilities and shareholders' equity	
Current liabilities	**126**
Trade and other payables	126
Non-current liabilities	**62**
Lease liabilities	2
Deferred tax liabilities	60
Liabilities	**188**

The preliminary goodwill is calculated as follows:

millions of €	Fair value at the acquisition date
Consideration transferred	603
– Fair value of assets acquired	456
+ Fair value of liabilities assumed	188
= Goodwill	**335**

The preliminary goodwill comprises the expected growth in service revenues, which is to be generated through the combined business activities, Vistar Media's workforce, and intangible assets that do not qualify for separate recognition. No part of the preliminary goodwill is expected to be deductible for income tax purposes.

The customer base was measured using the multi-period excess earnings method. Under this method, the fair value of the customer base is calculated by determining the present value of earnings after tax attributable to existing customers. The customer base is amortized over an estimated average remaining useful life of 9 years. The brands were measured using the relief-from-royalty method. Under this method, the value of the brand is calculated by making an assumption about which royalty rate would be hypothetically payable if the company did not own the relevant asset. The brands and other intangible assets are amortized over an estimated average remaining useful life of 4 years.

From a Group perspective, no material transaction-related costs were incurred in connection with the acquisition. The inclusion of Vistar Media in the consolidated financial statements has no material impact on Deutsche Telekom's results of operations.

Acquisition of Blis in the United States

On February 18, 2024, T-Mobile US entered into a share purchase agreement for the acquisition of 100 % of the outstanding capital stock of Blis Holdco Limited (Blis), a provider of advertising solutions. The transaction was consummated on March 3, 2025. All necessary regulatory approvals had been duly granted and all other closing conditions met. In exchange, T-Mobile US transferred cash of USD 0.2 billion (EUR 0.2 billion) to the seller. Part of the payment made as of the acquisition date was used to settle pre-existing relationships with Blis and is excluded from the fair value of the consideration transferred.

Blis has been included in the consolidated financial statements since March 3, 2025. The acquisition meets the conditions for a business combination in accordance with IFRS 3. The purchase price allocation and the measurement of the assets and liabilities has not yet been concluded as of March 31, 2025. The preliminary fair values of the acquired assets and the assumed liabilities amounted to EUR 0.2 billion and EUR 0.1 billion, respectively, resulting in a preliminary goodwill amounting to EUR 0.1 billion. Since the transaction was consummated close to the date of preparing the interim consolidated financial statements, it is not yet possible to disclose further detailed information on the fair values of the assets acquired, and liabilities assumed. The aforementioned preliminary fair values could be subsequently adjusted as soon as additional information becomes available and the measurements are complete.

Furthermore, in the first three months of 2025, the following developments occurred in the Group in connection with transactions conducted in prior periods:

Acquisition of Ka'ena in the United States

On March 9, 2023, T-Mobile US entered into a Merger and Unit Purchase Agreement for the acquisition of 100 % of the outstanding equity of Ka'ena Corporation and its subsidiaries including, among others, Mint Mobile, for a maximum purchase price of USD 1.35 billion to be paid out originally 39 % in cash and 61 % in shares of T-Mobile US common stock. On March 13, 2024, T-Mobile US entered into an agreement amending the mechanics of payment, which will result in a nominal increase in the percentage of cash compared to shares of T-Mobile US common stock to be paid out as part of the total purchase price.

The transaction was consummated on May 1, 2024. All necessary regulatory approvals had been duly granted and all other closing conditions met. Ka'ena has been included in the consolidated financial statements since May 1, 2024.

The purchase price is variable dependent upon specified performance indicators of Ka'ena Corporation and consists of an upfront payment at deal close, subject to certain agreed-upon adjustments, and a variable earnout, payable on August 1, 2026.

The acquisition meets the conditions for a business combination in accordance with IFRS 3. The purchase price allocation and the measurement of assets, liabilities, and the consideration transferred at the acquisition date has not been finalized as of March 31, 2025.

The fair value of the contingent consideration was determined on the basis of the discounted cash flow method using the Monte Carlo simulation for the probability of occurrence of different outcomes. This measurement is based on significant inputs that are not observable on the market and, as such, is a Level 3 measurement. The key assumptions comprise Ka'ena's forecast performance indicators, primarily revenue, marketing expenses, and customer metrics, their likelihood of occurrence, and the discount rate. As of March 31, 2025, the contingent consideration with a fair value of EUR 0.2 billion (December 31, 2024: EUR 0.2 billion) was included under other non-current financial liabilities.

For more information on the transactions and on the preliminary fair values of the consideration transferred and the acquired assets and assumed liabilities, please refer to the section "Changes in the composition of the Group and other transactions" under "Summary of accounting policies" in the notes to the consolidated financial statements in the 2024 Annual Report.

The following transactions will change the composition of the Deutsche Telekom Group in the future:

Acquisition of Lumos in the United States

On April 24, 2024, T-Mobile US entered into an agreement on the acquisition of the fiber-to-the-home platform Lumos as part of a joint venture with the investment fund EQT. The transaction was consummated on April 1, 2025. All necessary regulatory approvals had been duly granted and all other closing conditions met. Upon closing, T-Mobile US invested approximately USD 0.9 billion (EUR 0.9 billion) in the company to acquire a 50 % equity stake and the fiber customers, with the funds invested by T-Mobile US being used by Lumos for future fiber builds. In addition, T-Mobile US is expected to contribute an additional amount of approximately USD 0.5 billion (EUR 0.5 billion) between 2027 and 2028. Since April 1, 2025, the investment has been included in the consolidated financial statements using the equity method.

Agreement on the acquisition of UScellular in the United States

On May 24, 2024, T-Mobile US entered into an agreement with the United States Cellular Corporation (UScellular), Telephone and Data Systems, Inc., and USCC Wireless Holdings, LLC, under which T-Mobile US will acquire, among other things, substantially all wireless activities of UScellular and specific spectrum licenses for a total purchase price of around USD 4.4 billion (EUR 4.1 billion). The purchase price is to be paid in cash and by way of the assumption of debt of up to USD 2.0 billion (EUR 1.8 billion) under an offer of exchange to certain debtors of UScellular before the closing of the transaction. To the extent that debtors do not participate in the exchange, their bonds will continue to be liabilities of UScellular, and the cash component of the purchase price will increase accordingly. The transaction is subject to regulatory approvals as well as other customary closing conditions and is expected to close in mid-2025. After closing, the acquired activities and assets are expected to be included in the consolidated financial statements as a business combination in accordance with IFRS 3. Following closing of the transaction, UScellular will continue to own its remaining spectrum and its cell towers, and T-Mobile US will conclude a 15-year framework license agreement for the lease of space on at least 2,100 cell towers. Furthermore, the terms of existing lease agreements for space on around 600 UScellular cell towers will be extended by another 15 years after closing of the transaction. In connection with the framework license agreement, T-Mobile US estimates that the incremental future minimum lease payments will be around USD 1.4 billion (EUR 1.3 billion) over 15 years following closing of the transaction.

Agreement on the acquisition of Metronet in the United States

On July 18, 2024, T-Mobile US entered into an agreement with KKR & Co. Inc. to establish a joint venture to acquire the fiber-to-the-home platform Metronet Holdings, LLC and certain of its affiliates (Metronet). The transaction is subject to regulatory approvals as well as other customary closing conditions and is expected to close in mid-2025. Upon closing, T-Mobile US is expected to invest approximately USD 4.9 billion (EUR 4.5 billion) in the joint venture to acquire a 50 % equity stake and all existing residential fiber customers, as well as to fund the joint venture. Following closing of the transaction, the investment is to be included in the consolidated financial statements using the equity method.

Other transactions that had no effect on the composition of the Group

Deutsche Telekom AG’s shareholder remuneration

In October 2024, the Board of Management announced plans to buy back further Deutsche Telekom AG shares up to a total purchase price of EUR 2 billion in the 2025 financial year as part of a share buy-back program. The buy-back commenced on January 3, 2025 and will be carried out in several tranches through December 31, 2025. In the period from January 3, 2025 to March 31, 2025, Deutsche Telekom AG bought back around 13 million shares with a total volume of around EUR 0.4 billion under the share buy-back program.

In the period from April 1, 2025 to May 13, 2025, Deutsche Telekom AG bought back around 6 million additional shares with a total volume of around EUR 0.2 billion under the share buy-back program.

T-Mobile US’ 2025 shareholder return program

On December 13, 2024, T-Mobile US announced a further shareholder return program of up to USD 14 billion due to run until December 31, 2025. The program comprises share buy-backs and dividends to be paid out. The amount available for share buy-backs reduces by the amount of any dividends approved by the Board of Directors of T-Mobile US.

In the first quarter of 2025, T-Mobile US bought back around 10 million shares with a total volume of USD 2.5 billion (EUR 2.4 billion) under this program, and paid out a cash dividend of USD 1.0 billion (EUR 1.0 billion). EUR 0.5 billion of the cash dividend was attributable to Deutsche Telekom’s stake and EUR 0.5 billion to non-controlling interests in T-Mobile US. In the period from April 1, 2025 to April 17, 2025, T-Mobile US bought back around 2.0 million additional shares with a total volume of around USD 0.5 billion (EUR 0.5 billion) under the share buy-back program.

> For further information on the overview of dividend payments attributable to non-controlling interests in T-Mobile US, please refer to the section “Shareholders’ equity.”

As of March 31, 2025, Deutsche Telekom’s stake in T-Mobile US amounted to 46.2 %. Taking the treasury shares held by T-Mobile US into account, Deutsche Telekom had a 51.7 % ownership stake in T-Mobile US as of March 31, 2025. The shares in T-Mobile US held by SoftBank are subject to the proxy agreement between SoftBank and Deutsche Telekom. The percentage of T-Mobile US shares for which Deutsche Telekom can exercise voting rights, based on the agreement concluded with SoftBank in connection with the acquisition of Sprint, amounted to 58.9 % as of March 31, 2025.

Selected notes to the consolidated statement of financial position

Trade receivables

At EUR 15.9 billion, trade receivables decreased by EUR 0.5 billion against the 2024 year-end level. This was due to lower receivables in the United States operating segment due to a lower number of new contracts with equipment installment plans. Furthermore, receivables declined in the Germany operating segment. Exchange rate effects, mainly from the translation of U.S. dollars into euros, also decreased the carrying amount. By contrast, effects of changes in the composition of the Group from the acquisitions of Vistar Media and Blis in the United States operating segment increased the carrying amount of receivables.

For further information on the acquisitions of Vistar Media and Blis, please refer to the section "Changes in the composition of the Group and other transactions."

Contract assets

The carrying amount of contract assets remained unchanged at the level of December 31, 2024 of EUR 2.7 billion. Contract assets relate to receivables that have not yet legally come into existence, which arise from the earlier – as compared to billing – recognition of revenue, in particular from the sale of goods and merchandise. Furthermore, receivables from long-term construction contracts are recognized under contract assets.

Inventories

The carrying amount of inventories increased by EUR 0.2 billion against the 2024 year-end level to EUR 2.7 billion, due to stockpiling for the market launch of high-value mobile terminal equipment, primarily in the United States operating segment. By contrast, exchange rate effects, mainly from the translation from U.S. dollars into euros, decreased the carrying amount.

Intangible assets

The carrying amount of intangible assets decreased by EUR 6.5 billion compared to December 31, 2024 to EUR 142.7 billion. Exchange rate effects of EUR 5.1 billion, primarily from the translation of U.S. dollars into euros, and depreciation, amortization and impairment losses of EUR 1.7 billion decreased the carrying amount. Reclassifications of intangible assets to non-current assets and disposal groups held for sale also reduced the carrying amount by EUR 2.0 billion. Of this, EUR 1.9 billion was attributable to the United States operating segment and related to the agreement between T-Mobile US and N77, described in the section "Agreements on spectrum licenses," and to the transactions agreed in the reporting period for the exchange of spectrum licenses. Investments increased the carrying amount by EUR 1.6 billion, EUR 0.2 billion of which related to the acquisition of mobile spectrum in the United States operating segment. Effects of changes in the composition of the Group resulting from the acquisition of Vistar Media and Blis in the United States operating segment increased the carrying amount by EUR 0.8 billion, with goodwill accounting for EUR 0.4 billion of this.

For further information on the acquisitions of Vistar Media and Blis, please refer to the section "Changes in the composition of the Group and other transactions."

Agreements on spectrum licenses

On August 8, 2022, T-Mobile US entered into agreements with Channel 51 License Co LLC and LB License Co, LLC (Sellers) for the acquisition of spectrum licenses in the 600 MHz band in exchange for a total cash consideration of USD 3.5 billion (EUR 3.2 billion). The licenses are to be acquired without any associated network assets. T-Mobile US currently utilizes these licenses under an existing arrangement with the Sellers covering fixed-term spectrum leases. On March 30, 2023, the contractual parties further agreed that the transaction be divided into two separate tranches. On December 29, 2023, the Federal Communications Commission (FCC) approved the transfer of the licenses in the first tranche. The first tranche was concluded on June 24, 2024. The corresponding purchase price payment of USD 2.4 billion (EUR 2.2 billion) was made on August 5, 2024. On October 22, 2024, the FCC approved the transfer of certain licenses from the second tranche. These licenses were transferred and the associated purchase price of USD 0.5 billion (EUR 0.5 billion) paid on December 6, 2024. The transfer of the remaining licenses in accordance with the agreements is subject to regulatory approvals and certain other customary closing conditions. The transaction for the remaining licenses from the second tranche of USD 0.6 billion (EUR 0.6 billion) is expected to close in the second quarter of 2025.

The following agreements will have an impact on the presentation of Deutsche Telekom's results of operations and financial position in the future:

On September 12, 2023, T-Mobile US agreed with U.S. cable network operator Comcast Corporation (Comcast) to acquire spectrum in the 600 MHz band in exchange for total cash consideration of between USD 1.2 billion and USD 3.3 billion (EUR 1.1 billion and EUR 3.0 billion), depending on the number of underlying licenses. The final purchase price will be determined at the time the parties make the required transfer filings with the FCC. At the same time, T-Mobile US and Comcast have agreed exclusive leasing arrangements. The leasing rights for T-Mobile US will apply for at least two years, regardless of whether Comcast decides to remove part of its licenses from the purchase agreement. The transaction is expected to be closed in the first half of 2028. On January 13, 2025, T-Mobile US and Comcast entered into an amendment to the license purchase agreement pursuant to which T-Mobile US will acquire additional spectrum. As a consequence of the amendment, the total cash consideration amounts to between USD 1.2 billion and USD 3.4 billion (EUR 1.1 billion and EUR 3.1 billion).

For further information, please refer to the section "Other financial obligations."

On September 10, 2024, T-Mobile US and N77 License Co. LLC (N77) entered into an agreement on the sale of spectrum licenses, pursuant to which N77 has the option to purchase all or a portion of T-Mobile US' remaining 3.45 GHz licenses for a certain range of cash consideration. The number of licenses sold will be determined based upon the amount of committed financing granted to N77. As of March 31, 2025, licenses with a carrying amount of EUR 1.7 billion were included in connection with this agreement, following a corresponding reclassification to non-current assets and disposal groups held for sale. The transaction was consummated on April 30, 2025 (after the reporting period) in exchange for a purchase price of USD 2.0 billion (EUR 1.8 billion), and following regulatory approvals by the U.S. Federal Communications Commission (FCC).

On March 20, 2025, T-Mobile US entered into a non-binding term sheet on the sale of 800 MHz spectrum licenses to Grain Management, LLC (Grain). This term sheet stipulates that T-Mobile US would receive a cash consideration and spectrum in the 600 MHz range from Grain in exchange for its licenses. No definitive agreement has been executed so far. The transaction, if finalized, would be subject to approval by the U.S. Federal Communications Commission (FCC) and certain other customary closing conditions.

Property, plant and equipment

The carrying amount of property, plant and equipment decreased by EUR 1.5 billion compared with December 31, 2024 to EUR 65.1 billion. Depreciation and impairment losses totaling EUR 2.9 billion, exchange rate effects of EUR 1.1 billion, primarily from the translation of U.S. dollars into euros, and disposals of EUR 0.1 billion decreased the carrying amount. Additions, primarily for the upgrade and build-out of the network (broadband, fiber-optic, and mobile infrastructure) increased the carrying amount by EUR 2.5 billion. Reclassifications of right-of-use assets upon expiry of the contractual lease term to property, plant and equipment, primarily for network technology in the United States operating segment, increased the carrying amount by EUR 0.2 billion.

Right-of-use assets

The carrying amount of the right-of-use assets decreased by EUR 1.7 billion compared to December 31, 2024 to EUR 30.5 billion. Depreciation and impairment losses reduced the net carrying amount by EUR 1.4 billion. Furthermore, exchange rate effects, primarily from the translation of U.S. dollars into euros, reduced the carrying amount by EUR 1.0 billion. The previously mentioned reclassifications to property, plant and equipment also reduced the carrying amount by EUR 0.2 billion. The carrying amount was increased by additions of EUR 0.8 billion.

Capitalized contract costs

As of March 31, 2025, the carrying amount of capitalized contract costs remained at the level as of December 31, 2024 of EUR 3.7 billion. The capitalized contract costs primarily relate to the United States and Germany operating segments.

Investments accounted for using the equity method

The carrying amount of investments accounted for using the equity method increased by EUR 0.7 billion compared to December 31, 2024, to EUR 8.0 billion. This was primarily attributable to reversals of impairment losses recognized in the reporting period of EUR 0.4 billion and EUR 0.2 billion, respectively, on the carrying amounts of the investments in the GD tower companies and in GlasfaserPlus. These reversals of impairment losses were due to declines in industry-specific financing costs and the resulting lower discount rates, while retaining the existing business plans.

Other financial assets

millions of €

	Mar. 31, 2025	Dec. 31, 2024
	Total	Total
Originated loans and receivables	5,324	5,170
Of which: collateral paid	1,378	1,533
Of which: other receivables – publicly funded projects	1,568	1,550
Debt instruments – measured at fair value through profit or loss	256	265
Derivative financial assets	1,430	1,585
Of which: derivatives with a hedging relationship	719	674
Of which: derivatives without a hedging relationship	711	911
Equity instruments – measured at fair value through profit or loss	3	3
Equity instruments – measured at fair value through other comprehensive income	487	549
Lease assets	166	171
	7,665	**7,743**

The carrying amount of current and non-current other financial assets decreased by EUR 0.1 billion compared to December 31, 2024 to EUR 7.7 billion. The carrying amount of derivatives without a hedging relationship decreased by EUR 0.2 billion, in particular in connection with the measurement of cross-currency swaps, due to a fall in the USD/EUR exchange rate. Exchange rate effects reduced the carrying amount by EUR 0.1 billion. The net total of originated loans and receivables increased by EUR 0.2 billion to EUR 5.3 billion.

For information on cash collateral deposited and on derivatives, please refer to the section "Disclosures on financial instruments."

Other assets

The carrying amount of current and non-current other assets increased by EUR 0.2 billion to EUR 4.0 billion. As of March 31, 2025, this included various advance payments, totaling EUR 3.3 billion (December 31, 2024: EUR 3.3 billion), mainly relating to advance payments for maintenance, repairs, and in connection with agreements on services for certain mobile communications and fixed-network equipment that do not fall under the scope of IFRS 16. Receivables from other taxes increased by EUR 0.2 billion.

Non-current assets and disposal groups held for sale

The carrying amount of non-current assets and disposal groups held for sale as of March 31, 2025 was EUR 2.1 billion, up EUR 1.9 billion on the level of December 31, 2024. EUR 1.7 billion of this increase related to the agreement for the sale of spectrum licenses between T-Mobile US and N77, and EUR 0.2 billion to transactions agreed between T-Mobile US and other telecommunications companies for the exchange of spectrum licenses.

For further information on the agreement between T-Mobile US and N77, please refer to the section "Intangible assets."

Financial liabilities and lease liabilities

The following table shows the composition and maturity structure of **financial liabilities** and **lease liabilities** as of March 31, 2025:

millions of €	Mar. 31, 2025	Due within 1 year	Due > 1 ≤ 5 years	Due > 5 years	Dec. 31, 2024
Bonds and other securitized liabilities	99,042	8,519	27,040	63,482	94,678
Asset-backed securities collateralized by trade receivables	1,711	394	1,316	0	1,506
Liabilities to banks	3,470	630	2,211	629	2,284
	104,222	**9,543**	**30,568**	**64,111**	**98,468**
Liabilities with the right of creditors to priority repayment in the event of default	1,047	340	708	0	1,311
Other interest-bearing liabilities	6,032	1,086	2,525	2,421	6,430
Liabilities from deferred interest	1,183	1,183	0	0	1,158
Other non-interest-bearing liabilities	1,873	1,709	105	59	2,138
Derivative financial liabilities	2,491	107	378	2,006	2,687
	12,626	**4,425**	**3,715**	**4,486**	**13,723**
Financial liabilities	**116,849**	**13,969**	**34,283**	**68,597**	**112,191**
Lease liabilities	**38,296**	**5,491**	**17,683**	**15,122**	**40,248**

The carrying amount of current and non-current financial liabilities increased by EUR 4.7 billion compared with year-end 2024 to EUR 116.8 billion, primarily due to the factors described below. Exchange rate effects, in particular from the translation of U.S. dollars into euros, reduced the carrying amount by EUR 3.7 billion in total.

The carrying amount of bonds and other securitized liabilities increased by EUR 4.4 billion to EUR 99.0 billion. The carrying amount was increased by USD bonds issued by T-Mobile US in the reporting period with a volume of USD 3.5 billion (EUR 3.3 billion), with terms ending between 2032 and 2055 and bearing interest of between 5.13 % and 5.88 %, and by EUR bonds with a volume of EUR 2.8 billion with terms ending between 2032 and 2045 and bearing interest of between 3.15 % and 3.80 %. The carrying amount was also increased by the issue of EUR bonds of EUR 1.5 billion by Deutsche Telekom AG, with terms ending in 2032 and 2045 and bearing interest of 3.00 % to 3.63 %. Exchange rate effects decreased the carrying amount of bonds and other securitized liabilities by EUR 3.3 billion.

The asset-backed securities collateralized by trade receivables of EUR 1.7 billion (December 31, 2024: EUR 1.5 billion) are bonds issued by T-Mobile US. Trade receivables were provided as collateral for these bonds, hence they constitute a separate class of financial instruments. Issues in the reporting period in the amount of EUR 0.5 billion when translated into euros increased the carrying amount. By contrast, repayments of EUR 0.2 billion when translated into euros had a decreasing effect on the carrying amount. Exchange rate effects also decreased the carrying amount by EUR 0.1 billion. As of the reporting date, trade receivables with a carrying amount of EUR 2.1 billion when translated into euros (December 31, 2024: EUR 1.8 billion) were pledged as collateral for these bonds.

The carrying amount of liabilities to banks increased by EUR 1.2 billion compared with December 31, 2024 to EUR 3.5 billion, mainly due to T-Mobile US utilizing a credit line backed by an export credit agency (ECA Facility) to finance network equipment-related purchases amounting to EUR 0.9 billion when translated into euros.

The liabilities with the right of creditors to priority repayment in the event of default of EUR 1.0 billion (December 31, 2024: EUR 1.3 billion) relate primarily to bonds issued by Sprint. Collateral was provided for these bonds, hence they constitute a separate class of financial instruments. The main factor reducing the carrying amount was repayments made in the reporting period in the amount of EUR 0.2 billion when translated into euros. At the reporting date, cash and cash equivalents with a carrying amount of EUR 72 million (December 31, 2024: EUR 70 million) when translated into euros were pledged as collateral for these bonds.

The carrying amount of other interest-bearing liabilities decreased by EUR 0.4 billion compared with December 31, 2024 to EUR 6.0 billion. The carrying amount decreased by EUR 0.2 billion due to scheduled repayments of loans for the acquisition of 5G licenses and broadcasting rights in the Germany operating segment. Exchange rate effects decreased the carrying amount of other interest-bearing liabilities by EUR 0.1 billion.

The carrying amount of other non-interest-bearing liabilities decreased by EUR 0.3 billion to EUR 1.9 billion, due in part to exchange rate effects.

The carrying amount of derivative financial liabilities decreased by EUR 0.2 billion compared with December 31, 2024 to EUR 2.5 billion. It was mainly reduced by measurement effects from interest rate swaps in cash flow hedges, which decreased the carrying amount by EUR 0.2 billion.

For further information on derivative financial liabilities, please refer to the section "Disclosures on financial instruments."

The carrying amount of current and non-current lease liabilities decreased by EUR 2.0 billion compared with December 31, 2024 to EUR 38.3 billion. Lease liabilities decreased by EUR 0.5 billion in the United States operating segment, mainly due to the lower number of new contracts following the decommissioning of the former Sprint's wireless network and other synergies from the Sprint Merger. Exchange rate effects, in particular from the translation of U.S. dollars into euros, reduced the carrying amount by EUR 1.3 billion. Lease liabilities in the Germany operating segment and in the Group Headquarters & Group Services segment decreased by a total of EUR 0.2 billion.

Trade and other payables

The carrying amount of trade and other payables decreased by EUR 0.6 billion to EUR 8.9 billion. This was due to lower liabilities in the United States, Europe, and Germany operating segments. Exchange rate effects, in particular from the translation from U.S. dollars into euros, also decreased the carrying amount. By contrast, effects of changes in the composition of the Group from the acquisitions of Vistar Media and Blis in the United States operating segment increased the carrying amount.

For further information on the acquisitions of Vistar Media and Blis, please refer to the section "Changes in the composition of the Group and other transactions."

Provisions for pensions and other employee benefits

The carrying amount of provisions for pensions and other employee benefits decreased by EUR 0.6 billion compared with December 31, 2024 to EUR 2.6 billion. Overall, the remeasurement of defined benefit plans resulted in an actuarial gain of EUR 0.5 billion to be recognized directly in equity, mainly due to the increase in the discount rate and in the fair values of plan assets compared with December 31, 2024. Benefits paid directly by the employer in the reporting period also contributed to the reduction in the carrying amount.

Current and non-current other provisions

The carrying amount of current and non-current other provisions decreased by EUR 0.6 billion compared with the end of 2024 to EUR 7.2 billion. Other provisions for personnel costs decreased by EUR 0.4 billion, primarily in connection with the bonuses paid out to employees in the United States operating segment and an interest rate-based decline in the carrying amount of the provision recognized for the Civil Health Insurance Fund (Postbeamtenkrankenkasse – PBeaKK). Furthermore, provisions for procurement and sales support and provisions for restoration obligations each decreased by EUR 0.1 billion.

Other liabilities

The carrying amount of current and non-current other liabilities increased by EUR 0.3 billion to EUR 5.2 billion, mainly due to an increase in liabilities from other taxes by EUR 0.4 billion. By contrast, liabilities from early retirement arrangements for civil servants decreased by EUR 0.1 billion.

Current and non-current contract liabilities

The carrying amount of current and non-current contract liabilities increased by EUR 0.1 billion compared with December 31, 2024 to EUR 3.5 billion. These substantially include deferred revenues. In the Germany operating segment, contract liabilities increased by EUR 0.2 billion. By contrast, contract liabilities in the United States operating segment decreased by EUR 0.1 billion.

Shareholders' equity

The carrying amount of shareholders' equity decreased by EUR 0.9 billion compared with December 31, 2024 to EUR 97.8 billion. Transactions with owners reduced shareholders' equity by EUR 2.4 billion, mainly in connection with the T-Mobile US 2025 share buy-back program. Dividend payments to other shareholders of subsidiaries reduced shareholders' equity by EUR 0.5 billion. This included cash dividends paid by T-Mobile US to non-controlling interests, as declared in the reporting period. Furthermore, the carrying amount was reduced by Deutsche Telekom AG's share buy-back program that started in January 2025 with share buy-backs of EUR 0.4 billion, with profit of EUR 4.3 billion and capital increases from share-based payments of EUR 0.1 billion having an increasing effect.

Other comprehensive income decreased the carrying amount by EUR 2.0 billion, mainly due to currency translation effects recognized directly in equity of EUR -2.6 billion and income taxes relating to components of other comprehensive income of EUR -0.1 billion. The remeasurement of defined benefit plans of EUR 0.5 billion and gains from hedging instruments of EUR 0.2 billion had an increasing effect.

For further information on the share buy-back program of Deutsche Telekom AG and T-Mobile US, please refer to the section "Other transactions that had no effect on the composition of the Group."

The following table shows the changes in the composition of the Group and the development of transactions with owners:

millions of €

	Mar. 31, 2025			Dec. 31, 2024		
	Issued capital and reserves attributable to owners of the parent	Non-controlling interests	Total shareholders' equity	Issued capital and reserves attributable to owners of the parent	Non-controlling interests	Total shareholders' equity
Changes in the composition of the Group	**0**	**0**	**0**	**0**	**(1)**	**(1)**
Other effects	0	0	0	0	(1)	(1)
Transactions with owners	**(1,003)**	**(1,405)**	**(2,408)**	**(2,071)**	**(5,613)**	**(7,685)**
T-Mobile US	(991)	(1,379)	(2,370)	(2,006)	(5,441)	(7,447)
OTE share buy-back	(6)	(12)	(17)	(50)	(101)	(151)
Hrvatski Telekom share buy-back	(5)	(12)	(17)	(7)	(23)	(30)
Magyar Telekom share buy-back	(1)	(3)	(4)	(8)	(49)	(57)

Selected notes to the consolidated income statement

Net revenue

Net revenue breaks down into the following revenue categories:

millions of €

	Q1 2025	Q1 2024
Service revenues	**24,957**	**23,485**
Germany	5,591	5,515
United States	16,081	14,827
Europe	2,564	2,455
Systems Solutions	1,008	973
Group Development	0	0
Group Headquarters & Group Services	243	236
Reconciliation	(530)	(522)
Non-service revenues	**4,799**	**4,458**
Germany	628	783
United States	3,719	3,182
Europe	489	503
Systems Solutions	1	20
Group Development	2	2
Group Headquarters & Group Services	306	311
Reconciliation	(347)	(342)
Net revenue	**29,755**	**27,942**

The service revenues essentially comprise predictable and/or recurring revenues from Deutsche Telekom's core activities. These relate to revenues that are generated from services (i.e., revenues from fixed and mobile network voice services, incoming and outgoing calls, as well as data services) plus roaming revenues, monthly basic charges and visitor revenues, as well as revenues from the ICT business. Service revenue also includes revenues earned in connection with premium services for customers, such as reinsurance for device insurance policies and extended warranties.

In the reporting period, revenue from insurance contracts in the scope of IFRS 17 of EUR 1.2 billion (Q1 2024: EUR 1.1 billion) and insurance service expenses of EUR 0.7 billion (Q1 2024: EUR 0.8 billion) were recognized in the Group.

Non-service revenues mainly comprise one-time and variable revenues, e.g., revenue from the sale or rental of fixed-network or mobile devices, from value-added services, from application and contract services, revenue with virtual network operators, one-time revenue from the build-out of technical infrastructure, and revenue from vehicle and property leasing.

Net revenue includes revenue from the use of entity assets by others in the scope of IFRS 16 in the amount of EUR 0.2 billion (Q1 2024: EUR 0.2 billion). Of the revenue from the use of entity assets by others reported in net revenue, EUR 0.2 billion (Q1 2024: EUR 0.2 billion) relates to service revenues and EUR 0.0 billion (Q1 2024: EUR 0.1 billion) to non-service revenues.

For further information, please refer to the section "Development of business in the Group" in the interim Group management report.

Other operating income

millions of €	Q1 2025	Q1 2024
Income from the disposal of non-current assets	46	61
Income from reimbursements	31	30
Income from insurance compensation	124	20
Income from ancillary services	10	8
Miscellaneous other operating income	112	127
Of which: gains resulting from deconsolidations and from the sale of stakes accounted for using the equity method	0	0
	323	**246**

Income from insurance compensation in the first quarter of 2025 mainly related to refunds from insurance companies for expenses incurred in connection with the cyberattack on T-Mobile US in August 2021.

Other operating expenses

millions of €	Q1 2025	Q1 2024
Impairment losses on financial assets, contract assets, and lease assets	(363)	(325)
Gains (losses) from the write-off of financial assets measured at amortized cost	(3)	(3)
Other	(970)	(989)
Of which: legal and audit fees	(103)	(127)
Of which: losses from asset disposals	(35)	(63)
Of which: other taxes	(125)	(162)
Of which: cash and guarantee transaction costs	(126)	(117)
Of which: insurance expenses	(47)	(44)
Of which: miscellaneous other operating expenses	(534)	(475)
	(1,335)	**(1,317)**

Miscellaneous other operating expenses include expenses of EUR 0.2 billion (Q1 2024: EUR 0.2 billion) for data storage in data centers, in cloud applications, or other IT services, and of EUR 0.1 billion (Q1 2024: EUR 0.1 billion) for regulatory duties in the United States operating segment.

Depreciation, amortization and impairment losses

At EUR 6.0 billion, depreciation, amortization and impairment losses on intangible assets, property, plant and equipment, and right-of-use assets were EUR 0.1 billion lower in the first quarter of 2025 than in the prior-year period, which was mainly attributable to depreciation and amortization. In the United States operating segment, depreciation on property, plant and equipment decreased due to accelerations of certain technology assets in the prior year as part of T-Mobile US modernizing its network, technology systems and platforms. By contrast, depreciation and amortization increased slightly in the Germany operating segment due to rising volumes in the fiber-optic and mobile communications build-out. No significant impairment losses were recorded either in the reporting period or in the prior-year period.

Profit/loss from financial activities

Loss from financial activities decreased year-on-year from EUR 1.4 billion to EUR 0.9 billion, mainly due to the factors described below.

The share of profit of associates and joint ventures included in the consolidated financial statements accounted for using the equity method increased by EUR 0.6 billion compared with the prior-year period to EUR 0.6 billion. This was primarily attributable to reversals of impairment losses recognized in the reporting period of EUR 0.4 billion and EUR 0.2 billion, respectively, on the carrying amounts of the investments in the GD tower companies and in GlasfaserPlus. These reversals of impairment losses were due to declines in industry-specific financing costs and the resulting lower discount rates, while retaining the existing business plans. Level 3 input parameters were used to determine the pro rata recoverable amounts – as fair value less costs of disposal – of EUR 6.0 billion for the GD tower companies and of EUR 1.1 billion for GlasfaserPlus (after deduction of net debt). Discount rates of 6.25 % for the GD tower companies and 5.02 % for GlasfaserPlus were used.

Finance costs and other financial income/expense both declined slightly by EUR 0.1 billion.

For further information, please refer to the section “Disclosures on financial instruments.”

Income taxes

A tax expense of EUR 1.5 billion was recorded in the first quarter of 2025. The tax amount essentially reflects the shares of the different countries in profit before income taxes and their respective national tax rates. However, the effective tax rate decreased marginally by the recognized reversals of impairment losses on the carrying amounts of the stakes in the GD tower companies and GlasfaserPlus that had no effect on tax.

Other disclosures

Notes to the consolidated statement of cash flows

Net cash from operating activities

At EUR 11.2 billion, net cash from operating activities was EUR 1.6 billion higher than in the prior-year period. This is the result of the strong development of the operating business. Lower cash outflows in connection with the integration of Sprint in the United States also had a positive effect, as did lower tax payments of EUR 0.2 billion. By contrast, the increase in net interest payments of EUR 0.1 billion had a reducing effect.

Net cash used in/from investing activities

millions of €

	Q1 2025	Q1 2024
Cash outflows for investments in intangible assets	(1,289)	(1,378)
Cash outflows for investments in property, plant and equipment	(3,191)	(3,340)
Proceeds from the disposal of property, plant and equipment, and intangible assets	29	33
Payments for publicly funded investments in the broadband build-out	(90)	(89)
Proceeds from public funds for investments in the broadband build-out	52	26
Net cash flows for collateral deposited and hedging transactions	103	187
Changes in cash and cash equivalents in connection with the acquisition of Vistar Media [a]	(563)	0
Changes in cash and cash equivalents in connection with the acquisition of Blis [b]	(143)	0
Other changes in cash and cash equivalents in connection with the acquisition of control of subsidiaries and associates	5	0
Other changes in cash and cash equivalents in connection with the loss of control of subsidiaries and associates	0	(5)
Other	(253)	(65)
Net cash (used in) from investing activities	**(5,341)**	**(4,630)**

[a] Includes, in addition to the purchase price payment of EUR 603 million, inflows of cash and cash equivalents in the amount of EUR 41 million.
[b] Includes, in addition to the purchase price payment of EUR 166 million, inflows of cash and cash equivalents in the amount of EUR 23 million.

At EUR 4.5 billion, cash outflows for investments in intangible assets and property, plant and equipment were EUR 0.2 billion lower than in the prior-year period. In the reporting period, cash outflows for mobile spectrum licenses totaling EUR 0.1 billion were recorded in the United States and Europe operating segments. In the prior year, this item had included cash outflows for mobile spectrum licenses of EUR 0.1 billion in the United States operating segment. Excluding investments in mobile spectrum licenses, cash outflows for investments in intangible assets and property, plant and equipment were down EUR 0.3 billion year-on-year. Cash outflows in the Germany operating segment decreased by EUR 0.2 billion, mainly on account of the timing of the allocation of investments in the fiber build-out. Cash outflows in the United States operating segment decreased by EUR 0.1 billion, in particular due to higher cash outflows for investments in prior years for the accelerated build-out of the 5G network.

Net cash used in/from financing activities

millions of €

	Q1 2025	Q1 2024
Issuance of bonds	7,495	3,507
Repayment of bonds	0	(830)
Issuance of asset-backed securities	479	458
Repayment of asset-backed securities	(203)	0
ECA facilities taken out	897	0
Repayment of ECA facilities	(40)	0
Repayment of liabilities with the right of creditors to priority repayment in the event of default	(211)	(205)
Repayment of liabilities from 5G spectrum acquired in Germany	(85)	(85)
Repayment of financial liabilities for media broadcasting rights	(137)	(95)
Principal portion of repayment of lease liabilities	(1,511)	(1,579)
Cash flows from continuing involvement factoring, net	(2)	(5)
Deutsche Telekom AG share buy-back	(418)	(452)
Dividend payments (including to other shareholders of subsidiaries)	(449)	(350)
Cash inflows from transactions with non-controlling entities		
Sale of T-Mobile US shares by Deutsche Telekom	0	1,716
T-Mobile US stock options	3	5
Other cash inflows	6	1
	9	**1,722**
Cash outflows from transactions with non-controlling entities		
T-Mobile US share buy-back/share-based payment	(2,634)	(3,488)
OTE share buy-back	(16)	(16)
Other payments	(22)	(2)
	(2,671)	**(3,505)**
Other	(56)	(132)
Net cash (used in) from financing activities	**3,095**	**(1,552)**

Non-cash transactions

In the reporting period, Deutsche Telekom leased assets with a carrying amount of EUR 0.8 billion, mainly network equipment, cell sites, and land and buildings. These assets are recognized in the statement of financial position under right-of-use assets and the related liabilities under lease liabilities. Future repayments of the liabilities will be recognized in net cash used in/from financing activities. The corresponding additions of right-of-use assets were down EUR 0.1 billion against the prior-year period.

Consideration for the acquisition of broadcasting rights is paid by Deutsche Telekom in accordance with the terms of the contract on the date of its conclusion or spread over the term of the contract. Financial liabilities were recognized at a low level in the reporting period for future payments for acquired broadcasting rights (Q1 2024: EUR 0.1 billion). The payment of the consideration will be recognized in net cash used in/from financing activities.

Segment reporting

The following table provides an overview of Deutsche Telekom's operating segments and the Group Headquarters & Group Services segment for the first quarter of 2025 and the first quarter of 2024.

> For further information, please refer to the section "Development of business in the operating segments" in the interim Group management report.

In accordance with the Company's principles of segment management, when loans with embedded derivatives are granted internally to Group entities, the derivative component is recognized separately also in the creditor company's financial statements and measured at fair value through profit or loss.

Segment information in the first quarter

millions of €

		Comparative period						Reporting date		
		Net revenue	Inter-segment revenue	Total revenue	Profit (loss) from operations (EBIT)	Depreciation and amortization	Impairment losses	Segment assets [a]	Segment liabilities [a]	Investments accounted for using the equity method [a]
Germany	Q1 2025	6,071	148	6,219	1,603	(1,106)	0	53,166	36,892	1,016
	Q1 2024	6,146	152	6,298	1,549	(1,071)	0	53,149	37,763	777
United States	Q1 2025	19,797	3	19,800	4,947	(3,926)	0	212,497	147,439	519
	Q1 2024	18,004	5	18,009	4,028	(4,003)	(1)	215,612	147,355	460
Europe	Q1 2025	3,001	52	3,053	616	(630)	(1)	25,112	8,758	54
	Q1 2024	2,911	47	2,959	541	(636)	(2)	24,615	8,800	49
Systems Solutions	Q1 2025	850	159	1,009	18	(61)	0	4,249	3,072	24
	Q1 2024	843	150	993	18	(53)	(6)	4,007	2,901	24
Group Development	Q1 2025	2	0	2	(9)	(1)	0	10,380	329	6,391
	Q1 2024	2	0	2	(5)	(1)	0	9,978	287	6,021
Group Headquarters & Group Services	Q1 2025	35	514	549	(402)	(287)	0	39,435	50,330	12
	Q1 2024	36	510	546	(439)	(301)	0	37,251	48,759	12
Total	**Q1 2025**	**29,755**	**877**	**30,632**	**6,774**	**(6,011)**	**(1)**	**344,839**	**246,822**	**8,015**
	Q1 2024	**27,942**	**865**	**28,807**	**5,693**	**(6,063)**	**(10)**	**344,612**	**245,866**	**7,343**
Reconciliation	Q1 2025	0	(877)	(877)	(8)	(1)	0	(39,859)	(39,617)	0
	Q1 2024	0	(865)	(865)	(7)	(1)	0	(39,678)	(39,573)	0
Group	**Q1 2025**	**29,755**	**0**	**29,755**	**6,766**	**(6,012)**	**(1)**	**304,980**	**207,205**	**8,015**
	Q1 2024	**27,942**	**0**	**27,942**	**5,686**	**(6,064)**	**(10)**	**304,934**	**206,294**	**7,343**

[a] Figures relate to the reporting dates of March 31, 2025 and December 31, 2024, respectively.

Contingencies

This section provides additional information and explains recent changes in the contingent liabilities and assets as described in the consolidated financial statements for the 2024 financial year.

Claims relating to charges for the shared use of cable ducts. In the claims filed by Vodafone Deutschland GmbH and Vodafone West GmbH against Telekom Deutschland GmbH alleging excessive charges for the use of cable ducts, which were referred by the Federal Court of Justice back to the responsible Higher Regional Courts, the plaintiff Vodafone Deutschland has since updated its demands for relief. Vodafone Deutschland now puts its claim at around EUR 980 million plus interest for the period from January 2012 to December 2024. It is currently not possible to estimate the financial impact with sufficient certainty.

Proceedings against T-Mobile US in consequence of the cyberattack on T-Mobile US in August 2021. The derivative action brought against the members of the Board of Directors of T-Mobile US and against T-Mobile US as nominal defendant in September 2022 was further dismissed in its entirety in appeal proceedings in the first quarter of 2025.

Class action relating to shareholder return programs of T-Mobile US. On February 25, 2025, a shareholder class action and derivative action was filed in the Delaware Court of Chancery against Deutsche Telekom AG, T Mobile US, and all of T-Mobile US' directors, asserting breach of fiduciary duties relating to the 2022 share buy-back program and the 2023–2024 shareholder return program of T-Mobile US. It is currently not possible to estimate the resulting claim and financial risk of these proceedings with sufficient certainty.

Other financial obligations

The following table provides an overview of Deutsche Telekom's other financial obligations as of March 31, 2025:

millions of €	Mar. 31, 2025
Purchase commitments regarding property, plant and equipment	5,100
Purchase commitments regarding intangible assets	6,478
Firm purchase commitments for inventories	7,995
Other purchase commitments and similar obligations	30,813
Payment obligations to the Civil Service Pension Fund	545
Obligations arising in connection with corporate transactions	10,325
Miscellaneous other obligations	46
	61,301

Purchase commitments regarding intangible assets include, among others, obligations of USD 0.6 billion (EUR 0.6 billion) for spectrum licenses not yet transferred from the second tranche in connection with the agreement between T-Mobile US and Channel 51 License Co, LLC and LB License Co, LLC, entered into on August 8, 2022, for the acquisition of spectrum licenses in the 600 MHz band. The item also includes obligations arising from the agreement between T-Mobile US and Comcast, entered into on September 12, 2023, for the acquisition of 600 MHz spectrum licenses. In this connection, the maximum purchase price of USD 3.3 billion (EUR 3.0 billion) was included in the disclosure. On January 13, 2025, T-Mobile US and Comcast entered into an amendment to the license purchase agreement pursuant to which T-Mobile US will acquire additional spectrum. Subsequent to the amendment, the maximum purchase price amounts to USD 3.4 billion (EUR 3.1 billion). Other purchase commitments and similar obligations mainly comprise obligations for the procurement of services, such as maintenance and servicing, IT services, marketing measures, and outsourcing. The obligations arising in connection with corporate transactions mainly relate to obligations from the agreed acquisitions of Lumos of USD 1.5 billion (EUR 1.3 billion), UScellular of USD 4.4 billion (EUR 4.1 billion), and Metronet of USD 4.9 billion (EUR 4.5 billion) in the United States operating segment.

For further information on the agreements concluded with Channel 51 and Comcast, please refer to the section "Intangible assets."

For further information on the agreements on the acquisition of Lumos, UScellular, and Metronet in the United States, please refer to the section "Changes in the composition of the Group and other transactions."

Disclosures on financial instruments

Carrying amounts, amounts recognized, and fair values by class and measurement category

millions of €

			Amounts recognized in the statement of financial position in accordance with IFRS 9				
	Measurement category in accordance with IFRS 9	Carrying amount Mar. 31, 2025	Amortized cost	Fair value through other comprehensive income without recycling to profit or loss	Fair value through other comprehensive income with recycling to profit or loss	Fair value through profit or loss [a]	Fair value Mar. 31, 2025 [b]
Assets							
Cash and cash equivalents	AC	**17,008**	17,008				
Trade receivables		**15,868**					
At amortized cost	AC	7,179	7,179				
At fair value through other comprehensive income	FVOCI	8,689			8,689		8,689
Other financial assets		**7,665**					
Originated loans and other receivables		**5,580**					
At amortized cost	AC	5,324	5,324				5,335
Of which: collateral paid	AC	1,378	1,378				
Of which: publicly funded projects	AC	1,568	1,568				
At fair value through profit or loss	FVTPL	256				256	256
Equity instruments		**490**					
At fair value through other comprehensive income	FVOCI	487		487			487
At fair value through profit or loss	FVTPL	3				3	3
Derivative financial assets		**1,430**					
Derivatives without a hedging relationship	FVTPL	711				711	711
Of which: termination rights embedded in bonds issued	FVTPL	169				169	169
Of which: energy forward agreements	FVTPL	168				168	168
Derivatives with a hedging relationship	n.a.	719			668	51	719
Lease assets	n.a.	**166**					
Cash and cash equivalents and trade receivables and other financial assets directly associated with non-current assets and disposal groups held for sale	AC	**3**	3				
Equity instruments within non-current assets and disposal groups held for sale	FVOCI	**66**		66			66
Liabilities							
Trade payables	AC	**8,854**	8,854				
Financial liabilities		**116,849**					
Bonds and other securitized liabilities	AC	99,042	99,042				95,097
Asset-backed securities collateralized by trade receivables	AC	1,711	1,711				1,724
Liabilities to banks	AC	3,470	3,470				3,440
Liabilities with the right of creditors to priority repayment in the event of default	AC	1,047	1,047				1,024
Other interest-bearing liabilities	AC	6,032	6,032				5,912
Of which: collateral received	AC	41	41				
Liabilities from deferred interest	AC	1,183	1,183				
Other non-interest-bearing liabilities	AC	1,873	1,873				

[a] For energy forward agreements please refer to the detailed comments in the following section.
[b] The practical expedient under IFRS 7.29 was applied for disclosures on specific fair values.

millions of €

		Amounts recognized in the statement of financial position in accordance with IFRS 9					
	Measurement category in accordance with IFRS 9	**Carrying amount Mar. 31, 2025**	Amortized cost	Fair value through other comprehensive income without recycling to profit or loss	Fair value through other comprehensive income with recycling to profit or loss	Fair value through profit or loss [a]	**Fair value Mar. 31, 2025 [b]**
Derivative financial liabilities		**2,491**					
Derivatives without a hedging relationship	FVTPL	282				282	282
Of which: options granted to third parties for the purchase of shares in subsidiaries and associates	FVTPL	75				75	75
Of which: energy forward agreements	FVTPL	23				23	23
Derivatives with a hedging relationship	n.a.	2,209			576	1,633	2,209
Lease liabilities	n.a.	**38,296**					
Trade payables and other financial liabilities directly associated with non-current assets and disposal groups held for sale	AC	**5**	5				
Aggregated by measurement category (IFRS 9)							
Assets							
Financial assets at amortized cost	AC	29,513	29,513				5,335
Financial assets at fair value through other comprehensive income with recycling to profit or loss	FVOCI	8,689			8,689		8,689
Financial assets at fair value through other comprehensive income without recycling to profit or loss	FVOCI	553		553			553
Financial assets at fair value through profit or loss	FVTPL	970				970	970
Liabilities							
Financial liabilities at amortized cost	AC	123,217	123,217				107,198
Financial liabilities at fair value through profit or loss	FVTPL	282				282	282

[a] For energy forward agreements please refer to the detailed comments in the following section.
[b] The practical expedient under IFRS 7.29 was applied for disclosures on specific fair values.

Carrying amounts, amounts recognized, and fair values by class and measurement category

millions of €

	Measurement category in accordance with IFRS 9	Carrying amount Dec. 31, 2024	Amounts recognized in the statement of financial position in accordance with IFRS 9				Fair value Dec. 31, 2024 [b]
			Amortized cost	Fair value through other comprehensive income without recycling to profit or loss	Fair value through other comprehensive income with recycling to profit or loss	Fair value through profit or loss [a]	
Assets							
Cash and cash equivalents	AC	**8,472**	8,472				
Trade receivables		**16,411**					
At amortized cost	AC	7,222	7,222				
At fair value through other comprehensive income	FVOCI	9,189			9,189		9,189
Other financial assets		**7,743**					
Originated loans and other receivables		**5,435**					
At amortized cost	AC	5,170	5,170				5,181
Of which: collateral paid	AC	1,533	1,533				
Of which: publicly funded projects	AC	1,550	1,550				
At fair value through profit or loss	FVTPL	265				265	265
Equity instruments		**552**					
At fair value through other comprehensive income	FVOCI	549		549			549
At fair value through profit or loss	FVTPL	3				3	3
Derivative financial assets		**1,585**					
Derivatives without a hedging relationship	FVTPL	911				911	911
Of which: termination rights embedded in bonds issued	FVTPL	193				193	193
Of which: energy forward agreements	FVTPL	189				189	189
Derivatives with a hedging relationship	n.a.	674			609	65	674
Lease assets	n.a.	**171**					
Cash and cash equivalents and trade receivables and other financial assets directly associated with non-current assets and disposal groups held for sale	AC	**0**	0				
Equity instruments within non-current assets and disposal groups held for sale	FVOCI	**0**		0			0
Liabilities							
Trade payables	AC	**9,489**	9,489				
Financial liabilities		**112,191**					
Bonds and other securitized liabilities	AC	94,678	94,678				90,072
Asset-backed securities collateralized by trade receivables	AC	1,506	1,506				1,510
Liabilities to banks	AC	2,284	2,284				2,225
Liabilities with the right of creditors to priority repayment in the event of default	AC	1,311	1,311				1,283
Other interest-bearing liabilities	AC	6,430	6,430				6,319
Of which: collateral received	AC	109	109				
Liabilities from deferred interest	AC	1,158	1,158				
Other non-interest-bearing liabilities	AC	2,138	2,138				

[a] For energy forward agreements please refer to the detailed comments in the following section.
[b] The practical expedient under IFRS 7.29 was applied for disclosures on specific fair values.

millions of €

	Measurement category in accordance with IFRS 9	Carrying amount Dec. 31, 2024	Amounts recognized in the statement of financial position in accordance with IFRS 9				Fair value Dec. 31, 2024 [b]
			Amortized cost	Fair value through other comprehensive income without recycling to profit or loss	Fair value through other comprehensive income with recycling to profit or loss	Fair value through profit or loss [a]	
Derivative financial liabilities		**2,687**					
Derivatives without a hedging relationship	FVTPL	320				320	320
Of which: options granted to third parties for the purchase of shares in subsidiaries and associates	FVTPL	0				0	0
Of which: energy forward agreements	FVTPL	21				21	21
Derivatives with a hedging relationship	n.a.	2,367			695	1,672	2,367
Lease liabilities	n.a.	**40,248**					
Trade payables and other financial liabilities directly associated with non-current assets and disposal groups held for sale	AC	**0**	0				
Aggregated by measurement category (IFRS 9)							
Assets							
Financial assets at amortized cost	AC	20,864	20,864				5,181
Financial assets at fair value through other comprehensive income with recycling to profit or loss	FVOCI	9,189			9,189		9,189
Financial assets at fair value through other comprehensive income without recycling to profit or loss	FVOCI	549		549			549
Financial assets at fair value through profit or loss	FVTPL	1,179				1,179	1,179
Liabilities							
Financial liabilities at amortized cost	AC	118,994	118,994				101,409
Financial liabilities at fair value through profit or loss	FVTPL	320				320	320

[a] For energy forward agreements please refer to the detailed comments in the following section.
[b] The practical expedient under IFRS 7.29 was applied for disclosures on specific fair values.

Trade receivables include receivables amounting to EUR 2.4 billion (December 31, 2024: EUR 2.5 billion) due in more than one year. The fair value generally equals the carrying amount.

Disclosures on fair value

Financial instruments measured at fair value [a]

millions of €

	Mar. 31, 2025				Dec. 31, 2024			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Assets								
Trade receivables								
At fair value through other comprehensive income			8,689	**8,689**			9,189	**9,189**
Other financial assets – Originated loans and other receivables								
At fair value through profit or loss	238		18	**256**	248		17	**265**
Equity instruments								
At fair value through other comprehensive income	9		544	**553**	14		535	**549**
At fair value through profit or loss			3	**3**			3	**3**
Derivative financial assets								
Derivatives without a hedging relationship		364	347	**711**		518	393	**911**
Derivatives with a hedging relationship		709	10	**719**		657	17	**674**
Liabilities								
Derivative financial liabilities								
Derivatives without a hedging relationship		184	98	**282**		223	97	**320**
Derivatives with a hedging relationship		2,109	100	**2,209**		2,273	94	**2,367**

[a] Including financial assets and liabilities reported under assets and liabilities directly associated with non-current assets and disposal groups held for sale.

Of the equity instruments measured at fair value through other comprehensive income and recognized under other financial assets, the instruments presented in the different levels constitute separate classes of financial instruments. In each case, the fair values of the total volume of equity instruments recognized as Level 1 are the price quotations at the reporting date.

The listed bonds and other securitized liabilities are assigned to Level 1 or Level 2 depending on the market liquidity of the relevant instrument. Consequently, issues denominated in euros or U.S. dollars with relatively large nominal amounts are to be classified as Level 1, the rest as Level 2. The fair values of the instruments assigned to Level 1 equal the nominal amounts multiplied by the price quotations at the reporting date. The fair values of the instruments assigned to Level 2 are calculated as the present values of the payments associated with the debts, based on the applicable yield curve and Deutsche Telekom’s credit spread curve for specific currencies. T-Mobile US’ EUR bonds and its U.S. dollar asset-backed securities collateralized by trade receivables are assigned to Level 2. Their fair values are determined on the basis of quoted prices for identical assets on inactive markets and observable changes in the market interest rates.

The fair values of liabilities to banks and other interest-bearing liabilities are calculated as the present values of the payments associated with the debts, based on the applicable yield curve and Deutsche Telekom’s credit spread curve for specific currencies. The fair values of trade receivables and of originated loans and other receivables are calculated as the present values of the payments associated with the receivables, based on the applicable yield curve and the credit risk of the debtors.

Since there are no market prices available for the derivative financial instruments in the portfolio assigned to Level 2 due to the fact that they are not listed on the market, the fair values are calculated using standard financial valuation models, based entirely on observable inputs. The fair value of derivatives is the price that Deutsche Telekom would receive or have to pay if the financial instrument were transferred at the reporting date. Interest rates of contractual partners relevant as of the reporting date are used in this respect. The middle rates applicable as of the reporting date are used as exchange rates. In the case of interest-bearing derivatives, a distinction is made between the clean price and the dirty price. In contrast to the clean price, the dirty price also includes the interest accrued. The fair values carried correspond to the full fair value or the dirty price.

The equity instruments measured at fair value through other comprehensive income comprise a large number of investments in strategic, unlisted individual positions. Deutsche Telekom considers the chosen measurement through other comprehensive income without recycling to profit or loss to be appropriate because there are no plans to use the investments for short-term profit-taking. At the date of disposal of an investment, the total cumulative gain or loss is reclassified to retained earnings. Acquisitions and disposals are based on business policy investment decisions.

Development of the carrying amounts of the financial assets and financial liabilities assigned to Level 3 [a]

millions of €

	Equity instruments at fair value through other comprehensive income	Derivative financial assets at fair value through profit or loss: termination rights embedded in bonds issued	Derivative financial assets at fair value through profit or loss: energy forward agreements	Derivative financial liabilities at fair value through profit or loss: energy forward agreements
Carrying amount as of January 1, 2025	**535**	**193**	**189**	**(21)**
Additions (including first-time classification as Level 3)	16	16	0	0
Decreases in fair value recognized in profit/loss (including losses on disposal)	0	(33)	(28)	(3)
Increases in fair value recognized in profit/loss (including gains on disposal)	0	0	14	0
Decreases in fair value recognized directly in equity	(25)	0	0	0
Increases in fair value recognized directly in equity	25	0	0	0
Disposals (including last classification as Level 3) [b]	0	0	0	0
Currency translation effects recognized directly in equity	(8)	(7)	(7)	1
Carrying amount as of March 31, 2025	**543**	**169**	**168**	**(23)**

[a] Including financial assets and liabilities reported under assets and liabilities directly associated with non-current assets and disposal groups held for sale.
[b] The disposals under energy forward agreements include billing amounts paid.

The **equity instruments** assigned to Level 3 that are measured at fair value through other comprehensive income and carried under other financial assets are equity investments with a carrying amount of EUR 489 million measured using the best information available at the reporting date. As a rule, Deutsche Telekom considers transactions involving shares in those companies to have the greatest relevance. Transactions involving shares in comparable companies are also considered. The proximity of the relevant transaction to the reporting date, and the question of whether it was conducted at arm's length, are relevant for deciding which information is used for the measurement. Furthermore, the degree of similarity between the object being measured and comparable companies must be taken into consideration. For the development of the carrying amounts in the reporting period, please refer to the table above. As of the reporting date, investments with a carrying amount of EUR 66 million were reported under non-current assets and disposal groups held for sale. In the case of investments with a carrying amount of EUR 320 million, transactions involving shares in these companies took place at arm's length sufficiently close to the reporting date, which is why the share prices agreed in the transactions were to be used without adjustment for the measurement as of the current reporting date. In the case of investments with a carrying amount of EUR 36 million, an analysis of operational indicators (especially revenue, EBIT, and liquidity) revealed that the carrying amounts were equivalent to current fair values. Due to better comparability, previous arm's length transactions involving shares in these companies are preferable to more recent transactions involving shares in similar companies. In the case of investments with a carrying amount of EUR 133 million, for which the last arm's length transactions relating to shares in these companies took place further in the past, a measurement performed more recently relating to shares in similar companies provides the most reliable representation of the fair values. Here, multiples to the reference variable of expected revenue (ranging between 3.1 and 38.2) were applied and a range of equally distributed percentiles in intervals of 16.7 % around the median were taken as a basis. For each investment, the appropriate percentile was used depending on the specific circumstances. If other values had been used for the multiples and for the expected revenue amounts, the calculated fair values would have been different. However, these hypothetical deviations (sensitivities) were immaterial as of the current reporting date. In addition, non-material individual items with a carrying amount of EUR 54 million when translated into euros are included with differences in value of minor relevance.

The derivatives without a hedging relationship assigned to Level 3 and carried under derivative financial assets relate to **options embedded in bonds issued by T-Mobile US** with a carrying amount of EUR 169 million when translated into euros. The options, which can be exercised by T-Mobile US at any time, allow early redemption of the bonds at fixed exercise prices. Observable market prices are available regularly and also at the reporting date for the bonds as entire instruments, but not for the options embedded therein. The termination rights are measured using an option pricing model. Historical interest rate volatilities of bonds issued by T-Mobile US and comparable issuers are used for the measurement because these provide a more reliable estimate at the reporting date than current market interest rate volatilities. The spread curve, which is also unobservable, was derived on the basis of current market prices of bonds issued by T-Mobile US and debt instruments of comparable issuers. Risk-free interest rates and spreads were simulated separately from each other. At the current reporting date, the following interest rate volatility and spreads were used for the various rating levels of the USD bonds:

Interest rate volatilities and spreads used for USD bonds by rating levels

%	Interest volatility (absolute figure)	Spread
BBB+	0.0–0.2	1.0–1.4
BBB-	0.0–0.2	1.3–1.8
BB+	0.0–0.2	1.6–2.1

If other values had been used for the interest rate volatility and for the spread curve, the calculated fair values would have been different. However, these hypothetical deviations (sensitivities) were immaterial as of the current reporting date. In the reporting period, a net expense of EUR 33 million when translated into euros was recognized under the Level 3 measurement in other financial income/expense for unrealized losses for the options in the portfolio at the reporting date. Please refer to the table above for the development of the carrying amounts in the reporting period. Due to their distinctiveness, these instruments constitute a separate class of financial instruments.

With a carrying amount of EUR 168 million when translated into euros, the derivatives without a hedging relationship assigned to Level 3 and carried under derivative financial assets relate to **energy forward agreements** embedded in contracts entered into by T-Mobile US. The same applies to derivative financial liabilities with a carrying amount of EUR 23 million when translated into euros. These agreements consist of two components: the energy forward agreement and the acquisition of renewable energy credits by T-Mobile US. In the case of one energy forward agreement, commercial operation is set to begin in 2026; with the others, it has already begun. Under the energy forward agreements, which are accounted for separately as derivatives, T-Mobile US receives variable amounts based on the actual energy output and the then current energy prices, and pays fixed amounts per unit of energy generated from the start of commercial operations throughout the term of the contract. The energy forward agreements are measured using valuation models because no observable market prices are available. The value of the derivatives is influenced primarily by the future energy output and the future energy prices on the relevant markets. The main contract parameters and assumptions made are set out in the table below. In the view of T-Mobile US, the contracts were entered into at current market conditions, and the most appropriate parameters for the unobservable inputs were used for measurement purposes. The transaction price at inception was zero in each case. Since the unobservable inputs have a significant influence on the measurement of the derivatives, the respective amount resulting from initial measurement (day 1 gain) for some of the agreements was not recognized in profit or loss on initial recognition. Instead, these day 1 gains are amortized in profit or loss on a straight-line basis over the period of commercial energy production. This amortization adjusts the effects from measuring the derivatives in each accounting period using the respective valuation models and updated parameters. All amounts from the measurement of the derivatives are presented in net terms per contract in the statement of financial position (derivative financial assets/liabilities) and in the income statement (other operating income/expenses). The remaining agreements were acquired by T-Mobile US in a business combination and, for these agreements too, unobservable inputs have a material influence on the measurement of the derivatives. However, under the requirements for business combinations, the respective amounts resulting from the measurement are recognized as derivative financial assets, as a result of which there are no amounts yet to be amortized for these agreements. On the following reporting dates, the effects from the periodic measurement of the derivatives will be recorded in full in the income statement (other operating expenses or other operating income). At the reporting date, the calculated fair value from Deutsche Telekom's perspective for one of the energy forward agreements described above is negative and amounts to EUR -5 million when translated into euros. All the rest are positive and amount to EUR 257 million when translated into euros. If other values had been used for the future energy prices and for the future energy output, the calculated fair values would have been different. However, these hypothetical deviations (sensitivities) were immaterial as of the current reporting date. In the reporting period, a net expense of EUR 6 million when translated into euros was recognized under the Level 3 measurement in other operating income/expense for unrealized losses for the derivatives for all the above energy forward agreements. Please refer to the corresponding table for the development of the carrying amounts in the reporting period. The development of the day 1 gain yet to be amortized in the income statement in the reporting period is shown in the following table. The straight-line amortization of the day 1 gains through profit or loss over the period of commercial energy production amounts to a total of EUR 11 million per year when translated into euros.

Main contract parameters of energy forward agreements

	United States
Term of the contract from the start of commercial operation in years	12 to 15
End of the term of contracts for which commercial operation has already begun	2029 to 2035
Expected energy output in GWh per year	4,057
Expected energy prices per MWh for the unobservable portion of the term in €	18 to 99
Length of time in years, for which energy prices are regularly observable	up to 10

Development of the not yet amortized amounts

millions of €

	Energy forward agreements in the United States [a]
Measurement amounts on initial recognition	**245**
Measurement amounts on initial recognition (additions during the reporting period)	0
Measurement amounts amortized in profit or loss in prior periods	(59)
Measurement amounts amortized in profit or loss in the current reporting period	(2)
Currency translation adjustments	9
Disposals in prior periods	(85)
Disposals in the current reporting period	0
Measurement amounts not amortized as of March 31, 2025	**108**

[a] For more details, please refer to the explanations above.

For the trade receivables measured at fair value through other comprehensive income assigned to Level 3 and for the **originated loans and other receivables** measured at fair value through profit or loss, the main factor in determining fair value is the credit risk of the relevant counterparties. If other values had been used for the default rates as of the reporting date with no change in the reference variables, the calculated fair values would have been different. However, these hypothetical deviations (sensitivities) were immaterial as of the current reporting date. The financial assets assigned to Level 3 include trade receivables measured at fair value through other comprehensive income, for which the credit risk of customers constitutes an unobservable input for the measurement, with a carrying amount of EUR 8,689 million (December 31, 2024: EUR 9,189 million) when translated into euros. As a rule, a credit scoring model is used for receivables paid in installments. The cash flows are discounted on the basis of the weighted average of the original effective interest rates of the financial assets in the relevant portfolio. A weighted average credit-risk spread of 7.10 % (December 31, 2024: 7.18 %) was applied to the respective receivables portfolios at the reporting date. The credit-risk spreads applied are derived from the expected future credit loss of the relevant portfolio and are updated on an ongoing basis. Changes in the fair value of these trade receivables are also caused by changes in observable market interest rates.

No notable fluctuations in value are expected from the other financial assets and financial liabilities assigned to Level 3.

Disclosures on credit risk

In line with the contractual provisions, in the event of insolvency, all derivatives with a positive or negative fair value that exist with the respective counterparty are offset against each other, leaving a net receivable or liability. The net amounts are normally recalculated every bank working day and offset against each other. When the netting of the positive and negative fair values of all derivatives was positive from Deutsche Telekom's perspective, Deutsche Telekom received unrestricted cash collateral from counterparties pursuant to collateral agreements in the amount of EUR 41 million (December 31, 2024: EUR 109 million). The credit risk was thus reduced by EUR 37 million (December 31, 2024: EUR 104 million) because, on the reporting date, the cash collateral received was offset by corresponding net derivative positions in the same amount. On the basis of these contracts, derivatives with a positive fair value and a total carrying amount of EUR 1,073 million as of the reporting date (December 31, 2024: EUR 1,176 million) had a residual credit risk of EUR 6 million as of March 31, 2025 (December 31, 2024: EUR 0 million).

When the netting of the positive and negative fair values of all derivatives was negative from Deutsche Telekom's perspective, Deutsche Telekom provided cash collateral in the amount of EUR 1,300 million as of the reporting date (December 31, 2024: EUR 1,457 million) to counterparties pursuant to collateral agreements. The cash collateral paid is offset by corresponding net derivative positions of EUR 1,241 million at the reporting date (December 31, 2024: EUR 1,400 million), which is why it was not exposed to any credit risks in this amount.

On account of its close connection to the corresponding derivatives, the collateral received (paid) constitutes a separate class of financial liabilities (assets). There were no other significant agreements reducing the maximum exposure to the credit risk of financial assets. The maximum exposure to credit risk of the other financial assets thus corresponds to their carrying amounts.

In accordance with the terms of the bonds issued by T-Mobile US, T-Mobile US has the right to terminate the majority of bonds prematurely under specific conditions. The rights of early termination constitute embedded derivatives and are presented separately as derivative financial assets in the consolidated statement of financial position. Since they are not exposed to any credit risk, they constitute a separate class of financial instruments. Please refer to the explanations above for more information on the energy forward agreements for which no material collateral is provided. There is also no credit risk on embedded derivatives held.

In connection mainly with the procurement of energy, subsidiaries of Deutsche Telekom have deposited additional cash collateral of EUR 5 million when translated into euros as of the reporting date (December 31, 2024: EUR 5 million). At the reporting date, cash and cash equivalents of EUR 72 million (December 31, 2024: EUR 70 million) when translated into euros were pledged as cash collateral for liabilities issued by Sprint with the right of creditors to priority repayment in the event of default. This cash collateral is not exposed to any significant credit risk.

Related-party disclosures

No significant changes to the related-party disclosures reported in the consolidated financial statements as of December 31, 2024 were in effect as of March 31, 2025.

Executive bodies

Board of Management

On January 27, 2025, the Supervisory Board resolved to cancel the current appointment of Timotheus Höttges. He was reappointed to the Board of Management prematurely for the period from February 1, 2025 until midnight on December 31, 2028. He was again assigned the department of the Chair of the Board of Management.

The Supervisory Board additionally resolved on January 27, 2025 to terminate Srini Gopalan's Board position and to approve his termination agreement effective midnight on February 28, 2025. Srini Gopalan assumed the function of Chief Operating Officer at T-Mobile US effective March 1, 2025.

In the same meeting, the Supervisory Board approved the appointment of Rodrigo Diehl to the Board of Management for the period from March 1, 2025 to midnight on February 29, 2028. He was assigned to the Germany Board department.

Events after the reporting period

Deutsche Telekom AG's share buy-back program. In the period from April 1, 2025 to May 13, 2025, Deutsche Telekom AG bought back around 6 million additional shares with a total volume of around EUR 0.2 billion under the share buy-back program.

For more information, please refer to the section "Other transactions that had no effect on the composition of the Group."

T-Mobile US' share buy-back program. In the period from April 1, 2025 to April 17, 2025, T-Mobile US bought back around 2.0 million additional shares with a total volume of around USD 0.5 billion (EUR 0.5 billion) under its share buy-back program.

For more information, please refer to the section "Other transactions that had no effect on the composition of the Group."

Acquisition of Lumos in the United States. On April 24, 2024, T-Mobile US entered into an agreement with the investment fund EQT on the acquisition of the fiber-to-the-home platform Lumos as part of a joint venture. The transaction was consummated on April 1, 2025.

For more information, please refer to the section "Changes in the composition of the Group and other transactions."

2025 Shareholders' Meeting. In accordance with the published agenda, on April 9, 2025, the Shareholders' Meeting of Deutsche Telekom AG passed resolutions on, among other matters, the approval of the actions of the Board of Management and the Supervisory Board, the selection of the external auditor for the 2025 financial year, the amount of the dividend (EUR 0.90 per dividend-bearing no par value share; EUR 4.4 billion in total), the change to § 14 of the Articles of Incorporation (possibility of a virtual Shareholders' Meeting), and a new Board of Management remuneration system from the 2025 financial year onward. The dividend was paid out in April 2025.

Scheduled repayment of USD bonds by T-Mobile US. On April 15, 2025, T-Mobile US repaid USD senior notes bearing interest of 3.500 % in the amount of USD 3.0 billion (EUR 2.8 billion) on schedule.

Sale of spectrum licenses in the United States. On September 10, 2024, T-Mobile US and N77 entered into an agreement on the sale of spectrum licenses. The transaction was consummated on April 30, 2025.

For further information, please refer to the section "Intangible assets."

Responsibility statement

To the best of our knowledge, and in accordance with the applicable reporting principles for interim financial reporting, the interim consolidated financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of the Group, and the interim Group management report includes a fair review of the development and performance of the business and the position of the Group, together with a description of the material opportunities and risks associated with the expected development of the Group for the remaining months of the financial year.

Bonn, May 15, 2025

Deutsche Telekom AG
The Board of Management

Timotheus Höttges

Dr. Feri Abolhassan Pur-Moghaddam	Birgit Bohle	Rodrigo Diehl	Dr. Christian P. Illek
Thorsten Langheim	Dominique Leroy	Claudia Nemat	

Review report

To Deutsche Telekom AG, Bonn

We have reviewed the condensed consolidated interim financial statements – comprising the statement of financial position, the income statement, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows, and selected explanatory notes – and the interim Group management report of Deutsche Telekom AG, Bonn, for the period from January 1 to March 31, 2025 which are part of the quarterly financial report pursuant to § (Article) 115 of the German Securities Trading Act (Wertpapierhandelsgesetz – WpHG). The preparation of the condensed consolidated interim financial statements in accordance with the IFRS® Accounting Standards (hereinafter referred to as "IFRS Accounting Standards") issued by the International Accounting Standards Board (IASB) and applicable to interim financial reporting as adopted by the EU and of the interim Group management report in accordance with the provisions of the German Securities Trading Act applicable to interim Group management reports is the responsibility of the parent company's board of management. Our responsibility is to issue a review report on the condensed consolidated interim financial statements and on the interim Group management report based on our review.

We conducted our review of the condensed consolidated interim financial statements and the interim Group management report in accordance with German generally accepted standards for the review of financial statements promulgated by the Institut der Wirtschaftsprüfer (Institute of Public Auditors in Germany) (IDW) and additionally observed International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." Those standards require that we plan and perform the review so that we can preclude through critical evaluation, with moderate assurance, that the condensed consolidated interim financial statements have not been prepared, in all material respects, in accordance with the IFRS Accounting Standards applicable to interim financial reporting as adopted by the EU or that the interim Group management report has not been prepared, in all material respects, in accordance with the provisions of the German Securities Trading Act applicable to interim Group management reports. A review is limited primarily to inquiries of company personnel and analytical procedures and therefore does not provide the assurance attainable in a financial statement audit. Since, in accordance with our engagement, we have not performed a financial statement audit, we cannot express an audit opinion.

Based on our review, no matters have come to our attention that cause us to presume that the condensed interim consolidated financial statements of Deutsche Telekom AG have not been prepared, in all material respects, in accordance with the IFRS Accounting Standards applicable to interim financial reporting as adopted by the EU nor that the interim Group management report has not been prepared, in all material respects, in accordance with the provisions of the German Securities Trading Act applicable to interim group management reports.

Düsseldorf, May 15, 2025

Deloitte GmbH
Wirtschaftsprüfungsgesellschaft

Christoph Schenk
Wirtschaftsprüfer
(German Public Auditor)

Prof. Dr. Tim Hoffmann
Wirtschaftsprüfer
(German Public Auditor)

Additional information

Reconciliation for the organic development of key figures for the prior-year period

For the organic presentation of figures, prior-period comparatives are adjusted for the effects of changes in the composition of the Group, exchange rate effects, and other effects. This improves the informative value of the prior-year comparatives by taking account of changes to the Company's structure or exchange rates.

millions of €

					Reconciliation to organic figures		Organic change		
	Q1 2025	Q1 2024	Change	Change %	Reconciliation Q1 2024	Of which: exchange rate effects	Organic Q1 2024	Change	Change %
Revenue	**29,755**	**27,942**	**1,813**	**6.5**	**721**	**571**	**28,663**	**1,092**	**3.8**
Germany	6,219	6,298	(79)	(1.3)	0	0	6,298	(79)	(1.3)
United States	19,800	18,009	1,791	9.9	735	580	18,744	1,056	5.6
Europe	3,053	2,959	95	3.2	(14)	(9)	2,944	109	3.7
Systems Solutions	1,009	993	16	1.7	0	0	993	17	1.7
Group Development	2	2	0	(7.0)	0	0	2	0	(7.0)
Group Headquarters & Group Services	549	546	2	0.5	0	0	546	2	0.4
Service revenue	**24,957**	**23,485**	**1,472**	**6.3**	**627**	**470**	**24,112**	**845**	**3.5**
Germany	5,591	5,515	75	1.4	(3)	0	5,512	78	1.4
United States	16,081	14,827	1,254	8.5	623	478	15,451	631	4.1
Europe	2,564	2,455	109	4.4	(13)	(8)	2,442	122	5.0
Systems Solutions	1,008	973	35	3.6	19	0	992	16	1.6
Group Development	0	0	0	n.a.	0	0	0	0	n.a.
Group Headquarters & Group Services	243	236	7	2.9	0	0	236	7	2.8
EBITDA AL	**11,173**	**10,156**	**1,017**	**10.0**	**250**	**214**	**10,406**	**768**	**7.4**
Germany	2,553	2,465	87	3.5	0	0	2,466	87	3.5
United States	7,636	6,802	834	12.3	249	214	7,051	585	8.3
Europe	1,118	1,050	68	6.5	(4)	(4)	1,046	72	6.9
Systems Solutions	56	54	2	3.9	2	2	57	0	(0.6)
Group Development	(9)	(4)	(5)	n.a.	0	0	(4)	(5)	n.a.
Group Headquarters & Group Services	(174)	(205)	31	15.2	1	1	(205)	31	15.0
EBITDA AL (adjusted for special factors)	**11,297**	**10,473**	**824**	**7.9**	**254**	**218**	**10,727**	**571**	**5.3**
Germany	2,634	2,576	58	2.3	0	0	2,576	58	2.2
United States	7,623	6,932	691	10.0	253	218	7,185	438	6.1
Europe	1,141	1,069	72	6.7	(4)	(4)	1,064	76	7.2
Systems Solutions	81	77	3	4.4	2	2	80	1	1.3
Group Development	(8)	(6)	(2)	(30.9)	0	0	(6)	(2)	(30.9)
Group Headquarters & Group Services	(166)	(168)	2	1.4	1	1	(168)	2	1.0

Glossary

For definitions, please refer to the online report and the glossary therein.

Disclaimer

This Report (particularly the section “Forecast”) contains forward-looking statements that reflect the current views of Deutsche Telekom’s management with respect to future events. They are generally identified by the words “expect,” “anticipate,” “believe,” “intend,” “estimate,” “aim,” “goal,” “plan,” “will,” “outlook,” or similar expressions and include generally any information that relates to expectations or targets for revenue, adjusted EBITDA AL, or other performance measures.

Forward-looking statements are based on current plans, estimates, and projections. You should consider them with caution. Such statements are subject to risks and uncertainties, most of which are difficult to predict and are generally beyond Deutsche Telekom’s control. They include, for instance, the progress of Deutsche Telekom’s staff-related restructuring measures and the impact of other significant strategic or business initiatives, including acquisitions, dispositions, and business combinations.

In addition, movements in exchange rates and interest rates, regulatory rulings, stronger than expected competition, technological change, litigation, and regulatory developments, among other factors, may have a material adverse effect on costs and revenue development.

If these or other risks and uncertainties materialize, or if the assumptions underlying any of these statements prove incorrect, Deutsche Telekom’s actual results may be materially different from those expressed or implied by such statements. Deutsche Telekom can offer no assurance that its expectations or targets will be achieved.

Without prejudice to existing obligations under capital market law, Deutsche Telekom does not assume any obligation to update forward-looking statements to account for new information or future events or anything else.

In addition to figures prepared in accordance with IFRS, Deutsche Telekom presents alternative non-GAAP performance measures, e.g., service revenue, EBITDA, EBITDA AL, adjusted EBITDA, adjusted EBITDA AL, adjusted EBITDA AL margin, adjusted EBIT, EBIT margin, adjusted net profit/loss, adjusted earnings per share, free cash flow, free cash flow AL, gross and net debt, and net debt AL. These measures should be considered in addition to, but not as a substitute for, the information prepared in accordance with IFRS. Alternative performance measures are not subject to IFRS or any other generally accepted accounting principles. Other companies may define these terms in different ways.

> For further information on alternative performance measures, please refer to the section “Management of the Group” in the 2024 combined management report (2024 Annual Report) and our Investor Relations website.

The figures shown in this report were rounded in accordance with standard business rounding principles. However, changes were calculated on the basis of non-rounded values. As a result, the total indicated may not be equal to the precise sum of the individual figures.

Our Interim Group Report (PDF and online) includes references and links to websites with additional information not contained in the Interim Group Report. These references and links are purely of a supplementary nature and are only intended to simplify access to this information. Please note that this information is not part of the Interim Group Report.

Financial calendar

May 15, 2025	August 7, 2025	November 13, 2025
Publication of the Interim Group Report as of March 31, 2025	Publication of the Interim Group Report as of June 30, 2025	Publication of the Interim Group Report as of September 30, 2025

February 26, 2026	April 1, 2026	May 13, 2026
Press conference on the 2025 financial year and publication of the 2025 Annual Report	2026 Shareholders' Meeting	Publication of the Interim Group Report as of March 31, 2026

All dates are subject to change.

For more dates, an updated schedule, and information on webcasts, please visit our Investor Relations website.

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This Interim Group Report for January 1 to March 31, 2025 is a publication of Deutsche Telekom AG and is also available in German. The German version is legally binding.

This Interim Group Report is available online.

Our Annual Report is available online.

Concept: Deutsche Telekom AG

Design & technical implementation:
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